

Exhibit 1

OFFICE OF JUDICIAL RECORDS
COURT OF COMMON PLEAS

Filed and Accepted by the
Office of Judicial Records
14 MAY 2019 11:36 am
ELECTRONIC

TO: HMC INCORPORATED
7190 Oakland Mills Road, #10
Columbia, MD 21046

COMPLETE BUSINESS SOLUTIONS GROUP, INC.,	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY
	:	
Plaintiff,	:	
	:	
v.	:	No.
	:	
HMC INCORPORATED,	:	
	:	
and	:	
	:	
KARA DIPIETRO, GUARANTOR,	:	
	:	
Defendants.	:	

NOTICE

Pursuant to Rule 236 of the Supreme Court of Pennsylvania, you are hereby notified that a Judgment has been entered against you in the above proceeding as indicated below.

Clerk, Office of Judicial Records

- ☒ JUDGMENT BY CONFESSION
- ☐ JUDGMENT BY DEFAULT
- ☐ JUDGMENT IN REPLEVIN
- ☐ JUDGMENT ON GARNISHEE'S ANSWERS TO INTERROGATORIES
- ☐ JUDGMENT ON AWARD OF ARBITRATORS
- ☐ JUDGMENT ON VERDICT
- ☐ JUDGMENT ON COURT FINDINGS
- ☐ JUDGMENT ON WRIT OF REVIVAL

IF YOU HAVE ANY QUESTIONS CONCERNING THIS NOTICE, PLEASE CALL:

ATTORNEY: JOHN HARTLEY, ESQUIRE
(215) 987-3671

OFFICE OF JUDICIAL RECORDS
COURT OF COMMON PLEAS

TO: KARA DIPIETRO, GUARANTOR
1836 Landrake Road
Towson, MD 21204

COMPLETE BUSINESS SOLUTIONS GROUP, INC.	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY
	:	
Plaintiff,	:	
	:	
v.	:	No.
HMC INCORPORATED,	:	
	:	
and	:	
	:	
KARA DIPIETRO, GUARANTOR,	:	
	:	
Defendants.	:	

NOTICE

Pursuant to Rule 236 of the Supreme Court of Pennsylvania, you are hereby notified that a Judgment has been entered against you in the above proceeding as indicated below.

Clerk, Office of Judicial Records

☒ JUDGMENT BY CONFESSION
☐ JUDGMENT BY DEFAULT
☐ JUDGMENT IN REPLEVIN
☐ JUDGMENT ON GARNISHEE'S ANSWERS TO INTERROGATORIES
☐ JUDGMENT ON AWARD OF ARBITRATORS
☐ JUDGMENT ON VERDICT
☐ JUDGMENT ON COURT FINDINGS
☐ JUDGMENT ON WRIT OF REVIVAL

IF YOU HAVE ANY QUESTIONS CONCERNING THIS NOTICE, PLEASE CALL:

ATTORNEY: JOHN HARTLEY, ESQUIRE
(215) 987-3671

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY

Plaintiff,

v.

No.

HMC INCORPORATED,

and

KARA DIPIETRO, GUARANTOR,

Defendants.

CONFESSION OF JUDGMENT

Pursuant to the authority contained in the warrants of attorney, the originals or true and correct copies of which are attached to the complaint filed in the action, I appear for the defendant(s) and confess judgment, exclusive of costs, in favor of plaintiff(s) and against defendant(s) as follows:

Unpaid Receivables	\$11,407,826.93
Interest (at the rate of 6% per annum from May 9, 2019, through date of filing, and continuing)	\$7,501.04
Attorney Fees	\$570,391.35
TOTAL	\$11,985,719.32

COMPLETE BUSINESS SOLUTIONS
GROUP, INC. d/b/a PAR FUNDING

By:

John P. Hartley
John Hartley, Esquire
Brian H. Smith, Esquire

14
Date: May 13, 2019

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire
 Attorney I.D. No.: 47106
 By: Brian H. Smith, Esquire
 Attorney I.D. No.: 65627
 20 N. 3rd Street
 Philadelphia, PA 19106
 (215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY
	:	
Plaintiff,	:	
	:	
v.	:	No.
	:	
HMC INCORPORATED,	:	
	:	
and	:	
	:	
KARA DIPIETRO, GUARANTOR,	:	
	:	
Defendants.	:	

AFFIDAVIT OF DEFAULT

COMMONWEALTH OF PENNSYLVANIA :
 : ss
 COUNTY OF PHILADELPHIA :

Jamie McElhone, being duly sworn according to law, deposes and says that I am authorized to make this affidavit on behalf of Plaintiff Complete Business Solutions Group, Inc d/b/a Par Funding ("Plaintiff" or "CBSG") and that:

Defendant HMC INCORPORATED ("Merchant") is believed to be a Maryland corporation with a last known address at 7190 Oakland Mills Road, #10 Columbia, MD 21046.

Defendant KARA DIPIETRO, Guarantor ("Guarantor"), is believed to be an adult individual with a last known address at 1836 Landrake Road Towson, MD 21204.

Plaintiff and Merchant entered into six Factoring Agreements dated May 3, 2019, February 27, 2019, August 24, 2018, December 19, 2018, August 7, 2018, and October 3, 2018 (the "Agreements," a true and correct copy of which is attached to Plaintiff's Complaint in Confession of Judgment (the "Complaint") as Exhibit "A", Exhibit "B", Exhibit "C", Exhibit "D", Exhibit "E", and Exhibit "F" and incorporated herein by reference), pursuant

to which Merchant sold to Plaintiff and Plaintiff purchased from Merchant certain of Merchant's future receivables (the "Receivables") under the terms set forth in the Agreements.

Also, in connection with Merchant's execution of the Agreements and as a condition precedent to its effectiveness, Guarantor executed an individual Guaranty (the "Guaranty") personally guarantying Merchant's obligations under the Agreements (*see*, Complaint, Exhibit "A", Exhibit "B", Exhibit "C", Exhibit "D", Exhibit "E", and Exhibit "F" at p. 9). Guarantor individually, jointly, severally, and unconditionally guaranteed payment of the sums due and owing to Plaintiff by Merchant. Guarantor is individually, jointly, severally, and unconditionally liable to Plaintiff for the sums due and owing by Merchant.

Pursuant to the terms of the Agreements, Plaintiff purchased from Merchant \$14,791,256.43 worth of Merchant's Receivables. Also pursuant to the terms of the Agreements, CBSC paid to Merchant the purchase price of the Receivables as required by the Agreements.

As of the filing of the Complaint in Confession of Judgment, Merchant has failed to deliver to CBSC the Receivables as required by the Agreements and is, therefore, in default of the Agreements, and Guarantor is in default of the Guaranty. CBSC has demanded that Merchant deliver the Receivables and that Guarantor satisfy the obligations under the Guaranty.

Judgment is not being entered against a natural person in connection with a consumer credit transaction or in connection with a residential lease. No current assignment has been made under the Agreements or the Guaranty. No judgment has been entered in any other jurisdiction.

Defendants are in default under the terms of the Agreements and/or the Guaranty in the amount of \$11,407,826.93. Defendants are in default of continuing interest at the rate of 6% per annum due and owing under the Agreements and the Guaranty in the amount of \$7,501.04 from May 9, 2019, and as of the date of filing of the Complaint in Confession of Judgment.

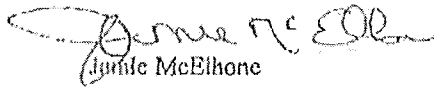
Attorney fees in the amount of \$570,391.35 are owed by Defendants to Plaintiff pursuant to the Agreements and the Guaranty. The \$570,391.35 for attorney fees represents actual attorney fees incurred to date together with anticipated attorney fees associated with the enforcement of Defendants' payment obligations enumerated herein, among other matters. These include, without limitation, the preparation and filing of the instant Confession of Judgment and to execute upon the judgment as necessary until same is paid in full. Plaintiff reserves the right to

assess additional attorney fees against Defendants in the event that a challenge to the instant Confession of Judgment is made by any Defendant or in the event that actual attorney fees exceed those anticipated herein

Signer understands that the statements herein are made subject to the penalties of 18 Pa. C.S.A. § 4904 relating to unsworn falsification to authorities.

COMPLETE BUSINESS SOLUTIONS GROUP,
INC. d/b/a PAR FUNDING

May 13, 2019


Jamie McElhone

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.,	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY

Plaintiff,

v.

No.

HMC INCORPORATED,

and

KARA DIPIETRO, GUARANTOR,

Defendants.

**NOTICE OF RIGHT TO RECOVER ATTORNEY FEES AND COSTS AND PROCEDURE TO
FOLLOW TO STRIKE OFF OR OPEN A CONFESED JUDGMENT**

TO: ALL NAMED DEFENDANTS:

Pursuant to 42 Pa.C.S.A. 2737.1, you are hereby notified that a debtor who has been incorrectly identified and had a confession of judgment entered against him shall be entitled to costs and reasonable attorney fees as determined by the court.

Pursuant to 42 Pa.C.S.A. 2737.1, you are hereby notified of the instructions regarding the procedure to follow to strike off or open a confessed judgment under Pennsylvania Rule of Civil Procedure 2959, which is reproduced in full, in this Notice.

Pennsylvania Rule of Civil Procedure 2959

Striking Off or Opening; Judgment; Pleadings; Procedure

(a)(1) Relief from a judgment by confession shall be sought by petition. Except as provided in subparagraph (2), all grounds for relief whether to strike off the judgment or to open it must be asserted in a single petition. The petition may be filed in the county in which the judgment was originally entered, in any county to which the judgment has been transferred or in any other county in which the sheriff has received a writ of execution directed to the sheriff to enforce the judgment.

(2) The ground that the waiver of the due process rights of notice and hearing not voluntary, intelligent and knowing shall be raised only

(i) in support of a further request for a stay of execution where the court has not stayed

execution despite the timely filing of a petition for relief from the judgment and the presentation of prima facie evidence of a defense; and

(ii) as provided by Rule 2958.3 or Rule 2973 .3.

(3) If written notice is served upon the petitioner pursuant to Rule 2956. I (c) (2) or Rule 2973. I (c), the petition shall be filed within thirty days after such service. Unless the defendant(s) can demonstrate that there were compelling reasons for the delay, a petition not timely filed shall be denied.

(b) If the petition states prima facie grounds for relief the court shall issue a rule to show cause and may grant a stay of proceedings. After being served with a copy of the petition, the plaintiff shall file an answer on or before the return day of the rule. The return day of the rule shall be fixed by the court by local rule or special order.

(c) A party waives all defenses and objections which are not included in the petition or answer.

(d) The petition and the rule to show cause and the answer shall be served as provided in Rule 440.

(e) The court shall dispose of the rule on petition and answer, and on any testimony, depositions, admissions and other evidence. The court for cause shown may stay proceedings on the petition insofar as it seeks to open the judgment pending disposition of the application to strike off the judgment. If evidence is produced which in a jury trial would require the issues to be submitted to the jury the court shall open the judgment.

(f) The lien or the judgment of or any levy or attachment shall be preserved while the proceedings to strike off or open the judgment are pending.

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC. :	COURT OF COMMON PLEAS
d/b/a PAR FUNDING, :	PHILADELPHIA COUNTY

Plaintiff,

v.

No.

HMC INCORPORATED,

and

KARA DIPIETRO, GUARANTOR,

Defendants.

COMMONWEALTH OF PENNSYLVANIA :

ss

COUNTY OF PHILADELPHIA :

AFFIDAVIT OF INCOME, OF NON-CONSUMER CREDIT TRANSACTION,
OF COMMERCIAL TRANSACTION & NON-RETAIL SALES AGREEMENTS OR CONTRACT,
AND OF NON-MILITARY SERVICE

Jamie McElhane, being duly sworn according to law, deposes and says that she is an authorized representative of Plaintiff for purposes of the Confession of Judgment and related filings and that to the best of her knowledge, information, and belief:

1. the income of the or each individual Defendant is in excess of \$10,000.00 per year;
2. this Confession of Judgment is not being entered against a natural person in connection with a consumer credit transaction;
3. the transaction upon which the judgment being entered arose out of a commercial transaction and is not based upon a retail sales Agreements or contract;
4. Defendant(s) is(are) not engaged in the military service of the United States, within the purview of the Servicemembers Civil Relief Act of 2003, as amended; and

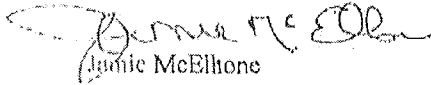
5. the name(s), approximate ages(s), residence address(es) of defendant(s) above-named is(are) as follows:

Name: KARA DIPIETRO, Guarantor
Age: Over 21 years
1836 Landrake Road
Towson, MD 21204

Name: HMC INCORPORATED
Age: N/A – business entity
7190 Oakland Mills Road, #10
Columbia, MD 21046

Signer understands that the statements herein are made subject to the penalties of 18 Pa.C.S.A. § 4904 relating to unsworn falsification to authorities.

May 13, 2019


Jamie McElhone

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.,	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY
	:	
Plaintiff,	:	
	:	
v.	:	No.
	:	
HMC INCORPORATED,	:	
	:	
and	:	
	:	
KARA DIPIETRO, GUARANTOR,	:	
	:	
Defendants.	:	

PRAECIPE TO ENTER CONFESSION OF JUDGMENT
AND ASSESSMENT OF DAMAGES

TO THE CLERK, OFFICE OF JUDICIAL RECORDS:

Please enter judgment in favor of Plaintiff Complete Business Solutions Group, Inc. d/b/a Par Funding, and against Defendant HMC INCORPORATED and Defendant KARA DIPIETRO, Guarantor, in the amount of \$11,985,719.32.

By: 
John Hartley, Esquire
Brian H. Smith, Esquire

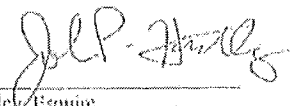
Attorneys for Plaintiff

14
Date: May 28, 2019

Assessment of Damages:

Unpaid Receivables	\$11,407,826.93
Interest (at the rate of 6% per annum from May 9, 2019, through date of filing, and continuing)	\$7,501.04
Attorney Fees	\$570,391.35
TOTAL	\$11,985,719.32

Date: May 13, 2019

By: 
John Hartley, Esquire
Brian H. Smith

Attorneys for Plaintiff

I hereby assess damages:

Clerk, Office of Judicial Records

CERTIFICATION OF ADDRESSES

The undersigned hereby certifies of record that the precise addresses of Defendants are:

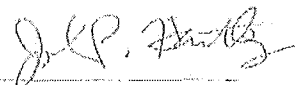
KARA DIPIETRO, Guarantor
1836 Landrake Road
Towson, MD 21204

HMC INCORPORATED
7190 Oakland Mills Road, #10
Columbia, MD 21046

The address of the plaintiff is:

Complete Business Solutions Group, Inc. d/b/a Par Funding
20 N. 3rd Street
Philadelphia, PA 19106

Date: May 13, 2019

By: 
John Hartley, Esquire
Brian H. Smith, Esquire
Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.	:	COURT OF COMMON PLEAS
d/b/a PAR FUNDING,	:	PHILADELPHIA COUNTY
	:	
Plaintiff,	:	
	:	
v.	:	No.
	:	
HMC INCORPORATED,	:	
	:	
and	:	
	:	
KARA DIPIETRO, GUARANTOR,	:	
	:	
Defendants,	:	

COMPLAINT IN CONFESSION OF JUDGMENT

1. Plaintiff is Complete Business Solutions Group, Inc. d/b/a Par Funding ("CBSG" or "Plaintiff"), doing business at 20 N. 3rd Street, Philadelphia, Pennsylvania, 19106.

2. Defendant HMC INCORPORATED ("Merchant") is believed to be a Maryland corporation with a last known address at 7190 Oakland Mills Road, #10 Columbia, MD 21046.

3. Defendant KARA DIPIETRO ("Guarantor"), is believed to be an adult individual with a last known address at 1836 Landrake Road Towson, MD 21204.

4. Plaintiff and Merchant entered into six Factoring Agreements dated May 3, 2019, February 27, 2019, August 24, 2018, December 19, 2018, August 7, 2018, and October 3, 2018 (the "Agreements," a true and correct copy of which is attached hereto as Exhibit "A", Exhibit "B", Exhibit "C", Exhibit "D", Exhibit "E", and Exhibit "F" and incorporated herein by reference), pursuant to which Merchant sold to CBSC and CBSC purchased from Merchant certain of Merchant's future receivables (the "Receivables") under the terms set forth in the Agreements.

5. Also, in connection with Merchant's execution of the Agreements and as a condition precedent to

its effectiveness, Guarantor executed an individual Guaranty (the "Guaranty") personally guarantying Merchant's obligations under the Agreements (see, Exhibit "A", Exhibit "B", Exhibit "C", Exhibit "D", Exhibit "E", and Exhibit "F" at p. 9). Guarantor individually, jointly, severally, and unconditionally guaranteed payment of the sums due and owing to Plaintiff by Merchant. Guarantor is individually, jointly, severally, and unconditionally liable to Plaintiff for the sums due and owing by Merchant.

6. Pursuant to the terms of the Agreements, Plaintiff purchased from Merchant \$14,791,256.43 worth of Merchant's Receivables.

7. Also pursuant to the terms to the Agreements, Plaintiff paid to Merchant the purchase price of the Receivables as required by the Agreements.

8. As of the filing of this Complaint in Confession of judgment, Merchant has failed to deliver to CBSG the Receivables as required by the Agreements and is, therefore, in default of the Agreements, and Guarantor is in default of the Guaranty.

9. CBSG has demanded that Merchant deliver the Receivables and that Guarantor satisfy the obligations under the Guaranty.

10. Judgment is not being entered against a natural person in connection with a consumer credit transaction or in connection with a residential lease.

11. No current assignment has been made under the Agreements or Guaranty.

12. No judgment has been entered in any other jurisdiction.

13. Defendants are in default under the terms of the Agreements and/or the Guaranty in the amount of \$11,407,826.93, which is the amount of non-deliverable receivables.

14. Defendants are in default of continuing interest at the rate of 6% per annum due and owing under the Agreements and the Guaranty in the amount of \$7,501.04 from May 9, 2019, and as of the date of filing the Complaint in Confession of Judgment.

15. Attorney fees in the amount of \$570,391.35 are owed by Defendants to Plaintiff pursuant to the Agreements and the Guaranty. The \$570,391.35 for attorney fees represents actual attorney fees incurred to date together with anticipated attorney fees associated with the enforcement of Defendants' payment obligations.

enumerated herein, among other matters. These include, without limitation, the preparation and filing of the instant Confession of Judgment and to execute upon the judgment as necessary until same is paid in full. Plaintiff reserves the right to assess additional attorney fees against Defendants in the event that a challenge to the instant Confession of Judgment is made by any Defendant or in the event that actual attorney fees exceed those anticipated herein.

16. Defendants have failed and continue to fail to tender the obligations set forth herein.

17. Plaintiff hereby confesses judgment pursuant to the warrants of attorney contained in the Agreements and the Guaranty.

WHEREFORE, Plaintiff demands this Honorable Court grant judgment in favor of Plaintiff and against Defendants, jointly and severally, for the sum of \$11,985,719.32, as follows:

Unpaid Receivables	\$11,407,826.93
Interest (at the rate of 6% per annum from May 9, 2019, through date of filing, and continuing)	\$7,501.04
Attorney Fees	\$570,391.35
TOTAL	\$11,985,719.32

COMPLETE BUSINESS SOLUTIONS GROUP,
INC. d/b/a PAR FUNDING

By: 


John Hartley, Esquire
Brian H. Smith, Esquire

Attorneys for Plaintiff

Date: May 13, 2019

VERIFICATION

Jamie McElhone hereby states that she is an authorized representative of plaintiff for purposes of the foregoing Complaint in Confession of Judgment and verifies that the statements made in the civil action complaint are true and correct to the best of her knowledge, information, and belief. Further, any averments made in the alternative are based upon personal knowledge and/or information and belief. The language of the Complaint is that of counsel and not of signer. The undersigned understands that the statements therein are made subject to the penalties of 18 Pa.C.S.A. §4904 relating to unsworn falsification to authorities.



Jamie McElhone

Date: May 13, 2019

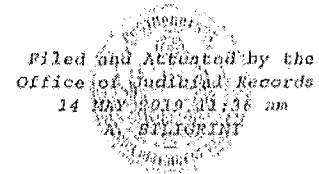


EXHIBIT "A"

DocuSign Envelope ID: 1F680B3A-4B0A-46B7-9CC9-7590EF03E054



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

FACTORING AGREEMENT

Dated the 24TH day of AUGUST, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

DBA: HMC INCORPORATED

Type of entity (check one) ☐ Corporation ☒ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 52-2005467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account receivable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remain in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default. (See Appendix A) CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections I and II of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$1,816,756.14 Specified Percentage: 10% Daily Specified Amount: \$6,605.00 for 44 days Receipts Purchased Amount: \$5,107,337.12

*Deal #177 Invoiced: 2662, 2806, 2946, 2948, 2999, 3000, 3001, 3002, 3003, 3004, 3006, 3007, 3009, 3010, 3011, 3012, 3013, 3014, 3015, 3016, 3017, 3020, 3021, 3022, 3023, 3024, 3025, 3026, 3028, 3029

*After 44 Days, Payment to be returned or we will reassess factor rate

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 17 HEREOF ARE HERBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT
By LARA DIPITRO, OWNER
Name and Title

X Lara Dipitro
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT
By LARA DIPITRO, OWNER
Name and Title

X Lara Dipitro
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon list her or its execution of the Agreement to all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/ Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Owners for the purpose of this Agreement, and (ii) pull credit report at any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION.

Design Envelope ID: 1F68083A-4B6A-46B7-9CC9-7680EFC03E054


 22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

HMC INCORPORATED

08/24/2018

COSTS TO COMPLETE

JOB #	PROJECT NAME	CONTRACT TOTAL	COST TO COMPLETE
2052	PG COUNTY COURTHOUSE	\$ 559,405.00	391,683.00
2006	ARMADA HOFFLER CONST	\$ 2,208,447.16	36,000.00
2940	ROBINS & MORTON GROU	\$ 1,651,392.00	499,474.40
2948	ELMIRA COLLEGE - NY	\$ 614,256.00	126,000.00
2008	POTOMAC CONSTRUCTION	\$ 114,653.36	2,500.00
2999	POTOMAC CONSTRUCTION	\$ 132,174.08	2,750.00
3080	GILBANE BUILDING COM	\$ 302,393.00	193,649.00
3001	BOOZ ALLEN - HITT	\$ 103,133.02	200.00
3002	POTOMAC CONSTRUCTION	\$ 113,284.32	300.00
3003	GILBANE BUILDING COM	\$ 71,376.00	3,000.00
3004	FCL BUILDERS	\$ 190,722.23	10,000.00
3006	SALISBURY BROADCAST GROUP	\$ 22,070.33	2,700.00
3007	BOOZ ALLEN 2ND FL	\$ 1,974.40	1,400.00
3009	HENSEL PHELPS - NIST	\$ 22,000.00	13,200.00
3010	DEPT DEFENSE	\$ 8,107.12	5,700.00
3011	HARFORD MEMORIAL HSPT	\$ 10,150.00	7,100.00
3012	BALTIMORE NATIONAL ZOO	\$ 3,769.08	2,800.00
3013	ST FRANCIS UNIVERSITY	\$ 20,371.00	18,500.00
3014	MAGRUDER HIGH SCHOOL	\$ 20,740.12	10,000.00
3015	DREAM BUS	\$ 4,776.42	3,340.00
3016	PWC BUILDERS	\$ 8,460.00	943.54
3017	JOHN HOPKINS UNIVERSITY	\$ 17,805.21	12,500.00
3020	RESIDENCE INN BALTIMORE	\$ 136,850.45	95,300.00
3021	COPT - ACOE	\$ 1,376.81	963.20
3022	MITCHELL COURT HOUSE	\$ 207,694.32	145,000.00
3023	SALISBURY BROADCAST GROUP	\$ 3,398.00	2,200.00
3024	PRCS HQ MILLER DRIVE	\$ 82,067.03	55,500.00
3025	G.W.U. UNIV. CAFE	\$ 8,197.00	5,700.00
3026	BOOZ ALLEN MCLEAN	\$ 16,660.00	10,500.00
3028	DISCOVERY BLDG	\$ 1,722.00	1,200.00
3029	HARFORD COUNTY COURTHOUSE	\$ 223,000.00	150,000.00
		\$ 7,405,254.95	1,816,759.14

Page 11

Meymont initials

Case ID: 190501349

DocuSign Envelope ID: 1FE6B2A-4B6A-46B7-8CC9-7680EFC0E84



FACTORING AGREEMENT TERMS AND CONDITIONS

22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

I. GENERAL TERMS OF AGREEMENT (MUTUAL REPRESENTATIONS AND WARRANTIES)

1.1 Electronic Fund Transfer. Upon request from PURCHASER ("hereinafter CBSG or Purchaser") Seller/Merchant ("hereinafter Merchant") shall execute such forms or agreements acceptable to PURCHASER, with Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER, and/or its authorized agent with all the information, authorization and passwords necessary for verifying Merchant's receivable, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement deposits which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the SPECIFIED DAILY AMOUNT by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.2 Deposit Agreement. Seller/Merchant shall execute an agreement (the "Deposit Agreement") acceptable to PURCHASER, with a Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER and/or its authorized agent with all of the information, authorizations and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the specified percentages by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.3 Term of Agreement. This Agreement shall have a term as set forth above. Upon the expiration of the term, this Agreement shall automatically renew for successive similar terms, provided, however, that during the renewal term(s) Merchant may terminate this Agreement upon ninety days' prior written notice (effective upon receipt) to PURCHASER. The termination of this Agreement shall not affect Merchant's responsibility to satisfy all outstanding obligations to PURCHASER at the time of termination.

1.4 Future Purchases. PURCHASER reserves the right to renew the offer to make any purchase payments hereunder, in its sole discretion.

1.5 Financial Condition. Merchant authorizes PURCHASER and its agents to investigate their financial responsibility and history, and will provide to PURCHASER any bank or financial statements, tax returns, etc., as PURCHASER deems necessary prior to or at any time after execution of this Agreement. A photocopy of this authorization will be deemed as acceptable for release of financial information. PURCHASER is authorized to update such information and financial profiles from time to time as it deems appropriate.

1.6 Transactional History. Merchant authorizes their bank to provide PURCHASER with Merchant's banking or processing history to determine qualification or continuation in this program.

Page 14

1.7 Indemnification. Merchant jointly and severally indemnify and hold harmless Processor, its officers, directors and shareholders against all losses, damages, claims, liabilities and expenses (including reasonable attorney's fees)

incurred by Processor resulting from (a) claims asserted by PURCHASER for monies owed to PURCHASER from Merchant and (b) actions taken by Processor in reliance upon information or instructions provided by PURCHASER.

1.8 No Liability. In no event will CBSG be liable for any claims asserted by Merchant under any legal theory for lost profits, lost revenues, lost business opportunities, exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant.

1.9 Reliance on Terms. Section 1.1, 1.7, 1.8 and 2.5 of this Agreement are agreed to for the benefit of Merchant, PURCHASER and Processor, and notwithstanding the fact that Processor is not a party of this Agreement, Processor may rely upon their terms and make them as a defense in any action.

1.10 Sale of Receipts. Merchant and CBSG agree that the Purchase Price under this Agreement is in exchange for the Purchased Amount and that such Purchase Price is not intended to be, nor shall it be construed as a loan from PURCHASER to Merchant. Merchant agrees that the Purchase Price is in exchange for future Receipts pursuant to this Agreement equals the fair market value of such Receipts PURCHASER has purchased and shall owe all the Receipts described in this Agreement up to the full Purchased Amount as the Receipts are created. Payments made to PURCHASER with respect to the full amount of the Receipts shall be conditioned upon Merchant's sale of products and services and the payment therefore by Merchant's customers in the manner provided in Section 1.1. IN NO EVENT SHALL THE AGGREGATE OF THE AMOUNTS RECEIVED BE DEEMED AS INTEREST HEREUNDER. In the event that a court determines that PURCHASER has charged or received interest hereunder, and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and PURCHASER shall promptly refund to Merchant any interest received by PURCHASER in excess of the maximum lawful rate, it being intended that Merchant not pay or contract to pay, and that PURCHASER not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant under applicable law. MERCHANT ACKNOWLEDGES THAT PENNSYLVANIA LAW APPLIES TO THE WITHIN AGREEMENT.

1.11 Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes PURCHASER to initiate one or more ACH debits at the specified "Daily Retrieval Rate" from the Account as an approximation of the base payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables, to reconcile the daily payments made against the Specified Percentage, permitting PURCHASER to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

1.12 Power of Attorney. Merchant irrevocably appoints PURCHASER as its agent and attorney-in-fact with full authority to take any action or execute any instrument or document to settle all obligations due to

PURCHASER from Processor, or in the case of a violation by Merchant of Section 1.12 or the occurrence of an Event of Default under Section 4 hereof, from Merchant, under this Agreement, including without limitation (i) to obtain and adjust insurance; (ii) to collect monies due or to become due under or in respect of any of the Collateral; (iii) to receive, endorse and collect any checks, notes, drafts, instruments, documents or chattel paper in connection with clause (i) or clause (ii) above; (iv) to sign Merchant's name on any invoice, bill of lading, or assignment directing customers or account debtors to make payment directly to PURCHASER; and (v) to file any claims or take any action or institute any proceeding which PURCHASER may deem necessary for the collection of any of the unpaid Purchased Amount from the Collateral, or otherwise to enforce its rights with respect to payment of the Purchased Amount.

1.13 Protections Against Default. Merchant represents and warrants that it will not violate Conditions (a) through (e) below and in the event of default thereunder the following Protections 1 through 5 may be invoked by PURCHASER, immediately and without notice to Merchant in the event: (a) Merchant takes any action to discontinue the use of electronic check processing that are settled through Processor, or permits any event to occur that could have an adverse effect on the use, acceptance, or authorization of checks for the purchase of Merchant's services and products including but not limited to direct deposit of any checks into a bank account without scanning into the PURCHASER electronic check processor; (b) Merchant changes its arrangements with Processor in any way that is adverse to PURCHASER; (c) Merchant changes the electronic check processor through which the Receipts are settled from Processor to another electronic check processor, or permits any event to occur that could cause diversion of any of Merchant's check transactions to another processor; (d) Merchant interrupts the operation of this business (other than adverse weather, natural disasters or acts of God) transfers, moves, sells, disposes, transfers or otherwise conveys its business or assets without (i) the express prior written consent of PURCHASER, and (ii) the written agreement of any purchaser or transferee to the assumption of all of Merchant's obligations under this Agreement pursuant to documentation satisfactory to PURCHASER; or (e) Merchant takes any action, fails to take any action, or offers any incentive—economic or otherwise—the result of which will be to induce any customer or customers to pay for Merchant's services with any means other than checks that are settled through Processor. These protections are in addition to any other remedies available to PURCHASER at law, in equity or otherwise pursuant to this Agreement.

Protection 1. The full uncollected Purchase Amount plus all fees due under this Agreement and the attached Security Agreement become due and payable in full immediately.

Protection 2. Upon breach of ANY MATERIAL PROVISION OR BREACH OF REPRESENTATIONS AND WARRANTIES in this Agreement, PURCHASER may enter that confession of judgment (judgment) with the Clerk of the Court and execute thereon.

Protection 3. Purchaser may enforce its security interest in the Collateral identified in Article III hereof.

Protection 4. The entire Unpaid Purchase Amount shall become immediately refundable to PURCHASER from Merchant.

Protection 5. Purchaser is empowered to protect and enforce its rights and remedies by lawsuit. In any such Merchant Intends

DocuSign Envelope ID: 1F80803A-4B6A-46B7-9CC9-7500EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-972-2636 Fax: 888-305-7562

liability, in which Purchaser shall recover judgment against Merchant, Merchant shall be liable for the full costs of PURCHASER'S legal action, including all reasonable attorneys' fees and court costs.

Paragraph 6. Merchant shall, upon execution of this Agreement, deliver to PURCHASER an executed assignment of lease of Merchant's premises in favor of CBSG. Upon breach of any provision in this paragraph 1.13, PURCHASER may exercise its rights under such assignment of lease.

Paragraph 7. PURCHASER may debit Merchant's depository accounts wherever situated by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant's bank account.

Paragraph 8. In the event Merchant changes or permits the change of the Processor approved by CBSG, or adds an additional Processor, in violation of Section 1.14 above, CBSG shall have the right, without waiving any of its rights and remedies and without notice to Merchant, to notify the new or additional Processor of the sale of the Receipts hereunder and to direct such new or additional Processor to make payment directly to CBSG of all or any portion of the amount received by such Processor.

1.14 Protection of Information. Merchant and each person signing this Agreement on behalf of Merchant and/or as Owner, in respect of himself or herself personally, authorizes PURCHASER to disclose information concerning Merchant's and each Owner's credit standing (including credit bureau reports that PURCHASER obtains) and business conduct only to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner hereby waives to the maximum extent permitted by law any claim for damages against PURCHASER or any of its affiliates relating to any (i) investigation undertaken by or on behalf of PURCHASER as permitted by this Agreement or (ii) disclosure of information as permitted by this Agreement.

1.15 Confidentiality. Merchant understands and agrees that the terms and conditions of the products and services offered by PURCHASER, including this Agreement and any other PURCHASER documents (collectively, "Confidential Information") are proprietary and confidential information of PURCHASER. Accordingly, unless disclosure is required by law or court order, Merchant shall not disclose Confidential Information of PURCHASER to any person other than an attorney, accountant, financial advisor or employee of Merchant who needs to know such information for the purpose of advising Merchant ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant and first agrees in writing to be bound by the terms of this Section 1.15.

1.16 DUA's. Merchant hereby acknowledges and agrees that PURCHASER may be using "doing business as" or "dba's" names in connection with various matters relating to the transaction between PURCHASER and Merchant, including the filing of UCC-1 financing statements and other notices or filings.

II. MERCHANT REPRESENTATIONS, WARRANTIES AND COVENANTS. Merchant represents, warrants and covenants that as of this date and during the term of this Agreement:

2.1 Financial Condition and Financial Information. Bank and financial statements, and future statements furnished to PURCHASER, fairly represent the financial condition of Merchant at such date. Merchant has a continuing, affirmative obligation to advise PURCHASER of any material or adverse change in its financial condition, operation or

ownership. PURCHASER may request statements at any time during the performance of this Agreement and the Merchant shall provide them to PURCHASER within 5 business days. Merchant's failure to do so is a material breach of this Agreement.

2.2 Governmental Approvals. Merchant is in compliance and shall comply with all laws and has valid permits, authorizations and licenses to own, operate and lease its properties and to conduct the business in which it is presently engaged.

2.3 Authorization. Merchant, and the person(s) signing this Agreement on behalf of Merchant, have full power and authority to incur and perform the obligations under this Agreement, all of which have been duly authorized.

2.4 Insurance. Merchant will maintain business-interruption insurance naming CBSG as loss payee and additional insured in amounts and against risks as are satisfactory to PURCHASER and shall provide PURCHASER proof of such insurance upon request.

2.5 Electronic Check Processing Agreement. Merchant will not change its processor, add terminals, change its financial institution or bank account(s) or take any other action that could have any adverse effect upon Merchant's obligations under this Agreement, without PURCHASER'S prior written consent. Any such change shall be a material breach of this Agreement.

2.6 Change of Name or Location. Merchant will not conduct Merchant's businesses under any name other than as disclosed to the Processor and PURCHASER or change any of its places of business.

2.7 Daily Batch Out. Merchant will batch out receipts with the Processor on a daily basis.

2.8 Extinguished Certificate. Merchant will at any time, and from time to time, upon at least one (1) day's prior notice from PURCHASER to Merchant, execute, acknowledge and deliver to PURCHASER and/or to any other person, person firm or corporation specified by PURCHASER, a statement certifying that this Agreement is unmodified and in full force and effect (or, if there have been modifications, that the same is in full force and effect as modified and stating the modifications) and stating the dates which the Purchased Amount or any portion thereof has been repaid.

2.9 No Bankruptcy. As of the date of this Agreement, Merchant does not contemplate and has not filed any petition for bankruptcy protection under Title 11 of the United States Code and there has been no involuntary petition brought or pending against Merchant. Merchant further warrants that it does not anticipate filing any such bankruptcy petition and it does not anticipate that an involuntary petition will be filed against it. In the event that the Merchant files for bankruptcy protection or is placed under an involuntary filing protection 2 and 3 are immediately invoked.

2.10 Working Capital Funding. Merchant shall not enter into any management, agreement or commitment that relates to or involves the Receipts, whether in the form of a purchase of, a loan against, collateral against or the sale or purchase of credits against, Receipts or future check sales with any party other than PURCHASER.

2.11 Unencumbered Receipts. Merchant has good, complete and marketable title to all Receipts, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages, security interests, equities, pledges and encumbrances of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated with, or adverse to the interests of PURCHASER.

2.12 Business Purpose. Merchant is a valid business in good standing under the laws of the jurisdictions in which it is organized and/or operates, and Merchant is entering into this Agreement FOR BUSINESS PURPOSES ONLY and not as a consumer for personal, family or household purposes.

2.13 Default under Other Contracts. Merchant's execution of and/or performance under this Agreement will not cause or create an event of default by Merchant under any contract with another person or entity.

2.14 3rd Party Negotiations with Regard to This Agreement and the Obligations Herein. Merchant hereby agrees not to retain any 3rd party negotiators, consolidators, or credit relief agencies with regard to its obligations under the terms of this Agreement. Merchant will maintain and allow direct communication with PURCHASER at all times during the course of this Agreement and shall not engage any 3rd party to negotiate its obligations as stated in this Agreement. Should Merchant violate this subsection 2.14, Merchant will be liable for the additional fee as specified in the attached Appendix A.

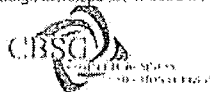
III. EVENTS OF BREACH OF REPRESENTATIONS, WARRANTIES, AND COVENANTS AND REMEDIES

3.1 Events of Breach of Representations, Warranties and Covenants. The occurrence of any of the following events shall constitute an Event of a Breach of Representations, Warranties, and Covenants hereunder: (a) Merchant shall violate any term or covenant in this Agreement; (b) Any representation or warranty by Merchant in this Agreement shall prove to have been incorrect, false or misleading in any material respect when made; (c) Merchant shall admit in writing its inability to pay its debts, or shall make a general assignment for the benefit of creditors; or any proceeding shall be instituted by or against Merchant seeking in adjudication a bankruptcy, insolvency, or seeking reorganization, arrangement, adjustment, or composition of it or its debts; (d) the sending of notice of termination by MERCHANT; (e) Merchant shall transport, move, interrupt, suspend, dissolve or terminate its business; (f) Merchant shall transfer or sell off or substantially all of its assets; (g) Merchant shall make or send notice of any intended bulk sale or transfer by Merchant; (h) Merchant shall use multiple depository accounts without the prior written consent of PURCHASER; (i) Merchant shall change its depository account without the prior written consent of PURCHASER; (j) Merchant shall perform any act that reduces the value of any Confidential material under this Agreement; (k) Merchant shall engage a third party to renegotiate the terms of this Agreement on Merchant's behalf; (m) Merchant shall engage a third party in an attempt to cease direct communication and/or contact with PURCHASER; or (n) Merchant shall default under any of the terms, covenants and conditions of any other agreement with PURCHASER.

3.2 Remedies. In case any Event of a Breach of Representations, Warranties and Covenants, Default occurs and is not cured pursuant to Section 3.4 hereof, PURCHASER may proceed to protect and enforce its rights or remedies by suit in equity or by action at law, or both, whether for the specific performance of any covenant, agreement or other provision contained herein, or to enforce the discharge of Merchant's obligations hereunder or any other legal or equitable right or remedy IN THE EVENT OF VIOLATION OF THE REPRESENTATIONS AND WARRANTIES BY MERCHANT. PURCHASER may also file a Complaint in United States District Court pursuant to the Uniform Act of Attachment and Garnishment. All rights.

MERCHANT'S SIGNATURE

DocuSign Envelope ID: F680B3A-4B6A-4697-9CC9-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

powers and remedies of PURCHASER in connection with this Agreement may be exercised at any time by PURCHASER after the occurrence of an Event of Default, are cumulative and not exclusive, and shall be in addition to any other rights, powers or remedies provided by law or equity.

3.3 Consent to Sale/Transfer of Interest: In event of MERCHANT breach of warranties, covenants and representations under this Agreement, Merchant consents to PURCHASER'S sale or transfer of its remaining interests in MERCHANT'S receivables to a third party buyer of defaulted financial obligations and instruments. More specifically, MERCHANT recognizes PURCHASER'S authority to sell its interests in said receivables to New York Utility Factor, LLC ("NYUF") which MERCHANT authorizes to pursue legal remedies in NYUF's home State of New York in the event of a breach of the warranties, covenants, and representations stated under this Agreement.

3.4 WAIVER OF ATTORNEY TO CONFESS JUDGMENT. UPON THE OCCURRENCE OF A VIOLATION OF THE REPRESENTATIONS AND WARRANTIES MADE HERETOFORE BY MERCHANT, MERCHANT IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD, TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS MERCHANT AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT, FOR LIEN PRIORITY PURPOSES, EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEYS' COLLECTION FEES, WITH THE ACTUAL AMOUNT OF ATTORNEY'S FEES AND COSTS TO BE DETERMINED IN ACCORDANCE WITH THE SECTION OF THIS MERCHANT AGREEMENT "ATTORNEY'S FEES AND COLLECTION COSTS." TO THE EXTENT PERMITTED BY LAW, MERCHANT: (1) WAIVE THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNES THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVE AND RELEASE ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASE ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS MERCHANT AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT AGREEMENT AS A WARRANTY OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER

SHALL FIND IT NECESSARY AND DESIRABLE AND THIS BUSINESS CASH ADVANCE AND SECURITY AGREEMENT SHALL BE A SUFFICIENT WARRANTY THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS HERETOFORE BEEN CONFESSED ON MORE THAN ONE OCCASION FOR THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFESSED AGAINST THE MERCHANT HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

3.41 NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY MERCHANT IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE MERCHANT AND THE MERCHANT'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

3.5 Costs: Merchant shall pay to PURCHASER all reasonable costs associated with (a) a breach by Merchant of the Covenants in this Agreement and the enforcement thereof, and (b) the enforcement of PURCHASER'S remedies set forth in Section 4.2 above, including but not limited to court costs and attorneys' fees.

3.6 Required Notifications. Merchant is required to give PURCHASER written notice within 24 hours of any filing under Title 11 of the United States Code. Merchant is required to give PURCHASER seven days' written notice prior to the closing of any sale of all or substantially all of the Merchant's assets or stock.

IV. MISCELLANEOUS

4.1 Modifications/Agreements. No modification, amendment, waiver or consent of any provision of this Agreement shall be effective unless the same shall be in writing and signed by PURCHASER.

4.2 Assignment. PURCHASER may assign, transfer or sell its rights to receive the Purchased Amount or delegate its duties hereunder, either in whole or in part.

4.3 Notices. All notices, requests, consent, demands and other communications hereunder shall be delivered by certified mail, return receipt requested, to the respective parties to this Agreement at the addresses set forth in this Agreement and shall become effective only upon receipt.

4.4 Waiver Remedies. No failure on the part of PURCHASER to exercise, and no delay in exercising, any right under this Agreement shall operate as a waiver thereof, nor shall any single or partial exercise of any right under this Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

4.5 Merchant/Guarantor(s) barred from transfer. This Agreement shall be binding upon and inure to the benefit of Merchant, PURCHASER and their respective successors and assigns, except that Merchant shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of PURCHASER (which consent may be withheld in PURCHASER'S sole discretion). PURCHASER reserves the rights to assign this Agreement with or without prior written notice to Merchant or Guarantor(s).

4.6 Governing Law/Jurisdiction/Venue for disputes. All signatories to this Agreement consent that this Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania, without regards to any applicable principles of conflicts of law. Any suit, action or proceeding arising hereunder, or the interpretation, performance or breach hereof, shall, if PURCHASER so elects, be instituted in the Court of Common Pleas, Philadelphia County, Federal Court for the Eastern District of Pennsylvania, or the Philadelphia County Municipal Court, (the "Acceptable Forums"). Merchant agrees that the Acceptable Forums are convenient to it, and submits to the jurisdiction of the Acceptable Forums and waives any and all objections to jurisdiction or venue. Should such proceeding be initiated in any other forum, Merchant waives any right to oppose any motion or application made by PURCHASER to transfer such proceeding to an Acceptable Forum.

4.7 Survival of Representation, etc. All representations, warranties and covenants herein shall survive the execution and delivery of this Agreement and shall continue in full force until all obligations under this Agreement shall have been satisfied in full and this Agreement shall have terminated.

4.8 Severability. In case any of the provisions in this Agreement is found to be invalid, illegal or unenforceable in any respect, the validity, legality and enforceability of any other provision contained herein shall not in any way be affected or impaired.

4.9 Entire Agreement. Any provision hereof prohibited by law shall be ineffective only to the extent of such prohibition without invalidating the remaining provisions hereof. This Agreement and Security Agreement herein embody the entire agreement between Merchant and PURCHASER and supersede all prior agreements and understandings relating to the subject matter hereof.

4.10 JURY TRIAL WAIVER. THE PARTIES HERETO WAIVE TRIAL BY JURY IN ANY SUIT, ACTION OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS AGREEMENT IS A PART OR THE ENFORCEMENT HEREOF. THE PARTIES HERETO ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY AND VOLUNTARILY AND WITHOUT DURESS, AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.

4.11 CLASS ACTION WAIVER. THE PARTIES HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AGAINST PUBLIC POLICY TO THE FAVOR OF EITHER PARTY IN

DocuSign Envelope ID: 1F650B3A-4B8A-46B7-9CC9-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7362

PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENTATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEYS' FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION (NOT WITHSTANDING ANY OTHER PROVISION IN THIS AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.

4.12 Counterparts & Facsimile/E-mail Signatures. This Agreement may be executed in any number of counterparts each of which shall be deemed to be an original, all of which together shall be deemed one and the same instrument. Further, facsimile and e-mail signatures shall be deemed to be originals for all purposes.



DocuSign Envelope ID: 1F600B3A-4B6A-46B7-9CC9-7590EF03E054



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

Seller/Merchant's Legal Name: HMC INCORPORATED DBA HMC INCORPORATED

Physical Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

FED ID # (Merchant): 52-2005467

SECURITY AGREEMENT

Security Interest. To secure SELLER/MERCHANT'S performance obligations to PURCHASER under the "Factoring Agreement", SELLER/MERCHANT hereby grants to PURCHASER a security interest in (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, and inventory, as those terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by SELLER/MERCHANT; and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral")

Cross-Collateral. To secure MERCHANT'S payment and performance obligations to PURCHASER under this Security Agreement (the "Agreement"), MERCHANT hereby grants PURCHASER a security interest in ___ (the "Additional Collateral"). MERCHANT understands that PURCHASER will have a security interest in the aforesaid Additional Collateral upon execution of this Agreement.

SELLER/MERCHANT acknowledge and agree that any security interest granted to PURCHASER under any other agreement between SELLER/MERCHANT and PURCHASER (the "Cross-Collateral") will secure the obligations hereunder and under the FACTORING Agreement.

SELLER/MERCHANT agrees to execute any documents or take any action in connection with this Agreement as PURCHASER deems necessary to perfect or maintain PURCHASER'S first priority security interest in the Collateral, the Additional Collateral and the Cross-Collateral, including the execution of any account control agreements. SELLER/MERCHANT hereby authorizes PURCHASER to file any financing statements deemed necessary by PURCHASER to perfect or maintain PURCHASER'S security interest, which financing statement may contain notification that SELLER/MERCHANT have granted a negative pledge to PURCHASER with respect to the Collateral, the Additional Collateral and the Cross-Collateral, and that any subsequent lien or may be in violation of PURCHASER'S rights. SELLER/MERCHANT shall be liable for and PURCHASER may charge and collect all costs and expenses, including but not limited to attorney's fees, which may be incurred by PURCHASER in protecting, preserving and enforcing PURCHASER'S security interest and rights.

Negative Pledge. SELLER/MERCHANT agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral or the Cross-Collateral, as applicable.

Consent to Enter Premises and Assign Lease. PURCHASER shall have the right to cure SELLER/MERCHANT default in the payment of rent on the following terms: In the event SELLER/MERCHANT is served with papers in an action against SELLER/MERCHANT for nonpayment of rent or for summary eviction, PURCHASER may exercise its rights and remedies under the Assignment of Lease. SELLER/MERCHANT also agrees that PURCHASER may enter into an agreement with SELLER/MERCHANT landlord giving PURCHASER the right: (a) to enter SELLER/MERCHANT'S premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and (b) to assign SELLER/MERCHANT'S lease to another qualified SELLER/MERCHANT capable of operating a business comparable to SELLER/MERCHANT at such premises.

Remedies. Upon any Event of Default, PURCHASER may pursue any remedy available at law (including those available under the provisions of the UCC), or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise.

SELLER/MERCHANT
 BY: KARA DIPETRO, OWNER

Executed by
Kara Dipetro
 SELLER/MERCHANT

63
 [E]

Page 18

Merchant Initials

Merchant Initials

Case ID: 190501349

DocuSign Envelope ID: 1F880B3A-4B6A-46B7-9CC9-759DEF03E054



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-105-7562

DISCLOSURE FOR CONFESSION OF JUDGMENT

AFFIANT: KARA DIPIETRO

OBLIGEE: Complete Business Solutions Group, Inc. d/b/a Per Funding

The undersigned have executed, and/or is executing, on even date herewith, one or more of the following instruments under which the Merchant is obligated to repay monies to Obligor:

1. Factoring Agreement dated AUGUST 24, 2018; and

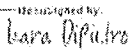
A. THE MERCHANT ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY ENTER JUDGMENT BY CONFESSION AGAINST THE MERCHANT BEING FULLY AWARE OF THE MERCHANT'S RIGHTS TO PRIOR NOTICE AND A HEARING ON THE VALIDITY OF ANY JUDGMENT OR OTHER CLAIMS THAT MAY BE ASSERTED AGAINST THE MERCHANT BY OBLIGEE THEREUNDER BEFORE JUDGMENT IS ENTERED. THE UNDERSIGNED HEREBY FREELY, KNOWINGLY, AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S ENTERING JUDGMENT AGAINST THE MERCHANT BY CONFESSION PURSUANT TO THE TERMS THEREOF.

B. THE UNDERSIGNED ALSO ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY, AFTER ENTRY OF JUDGMENT AND WITHOUT EITHER NOTICE OR A HEARING, FORECLOSE UPON, ATTACH, LEVY, OR OTHERWISE SEIZE PROPERTY OR PROCEED AGAINST THE INTERESTS OF THE MERCHANT IN PROPERTY (REAL OR PERSONAL) IN FULL OR PARTIAL PAYMENT OR SATISFACTION OF THE JUDGMENT OR JUDGMENTS BEING FULLY AWARE OF THE MERCHANT'S RIGHTS AFTER JUDGMENT IS ENTERED (INCLUDING THE RIGHT TO MOVE TO OPEN OR STRIKE THE JUDGMENT OR JUDGMENTS), THE UNDERSIGNED HEREBY FREELY, KNOWINGLY AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S TAKING SUCH ACTIONS AS MAY BE PERMITTED UNDER APPLICABLE STATE AND FEDERAL LAW WITHOUT PRIOR NOTICE TO THE MERCHANT.

C. The Merchant hereby certifies that the financial accommodations being provided by the Obligor are for a business purpose, and not for personal, family or household use.

D. The statements made in this Disclosure for Confession of Judgment are made subject in the penalties of 18 Pa C.S.A. § 4904 relating to unsworn falsification to authorities.

SELLER/MERCHANT
 By: KARA DIPIETRO

Witnessed by:

 KARA DIPIETRO
 (Signature)

EIN# 52-2005467

SELLER/MERCHANT
 By: KARA DIPIETRO

Witnessed by:

 KARA DIPIETRO
 (Signature)

SS# 180-60-4481

00
 LD

DocuSign Envelope ID: 1F660B3A-4B6A-48B7-0C0B-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to PURCHASER, SELLER/MERCHANT'S performance of all of the representations, and warranties made by SELLER/MERCHANT in this Agreement and the Factoring Agreement, as each agreement may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Agreement and the Merchant Agreement.

Guarantor Waiver. In the event that SELLER/MERCHANT violates its representations and warranties under the FACTORING AGREEMENT, PURCHASER may enforce its rights under this Agreement without first seeking to obtain payment from Merchant, any other guarantor, or any Collateral, Additional Collateral or Cross-Collateral. PURCHASER may hold pursuant to this Agreement or any other guaranty.

PURCHASER does not have to notify Guarantor of any of the following events and Guarantor will not be released from its obligations under this Agreement if it is not notified of: (i) SELLER/MERCHANT'S violation of the representations and warranties of the FACTORING AGREEMENT or any renewal, extension or other modification of the FACTORING AGREEMENT. In addition, PURCHASER may take any of the following actions without releasing Guarantor from any of its obligations under this Agreement: (i) renew, extend or otherwise modify the FACTORING AGREEMENT or SELLER/MERCHANT'S other obligations to PURCHASER; (ii) release SELLER/MERCHANT from its obligations to PURCHASER; (iii) sell, release, impair, waive or otherwise execute upon any collateral securing the Guaranteed Obligations; and (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantee of the Guaranteed Obligations in a manner that impairs or precludes the right of Guarantor to obtain reimbursement for payment under this Agreement. Until all obligations are fulfilled under the FACTORING AGREEMENT and SELLER/MERCHANT'S other obligations to PURCHASER under the FACTORING AGREEMENT and this Agreement are paid in full, Guarantor shall not seek reimbursement from Merchant or any other guarantor for any amounts paid by it under this Agreement. Guarantor permanently waives and shall not seek to exercise any of the following rights that it may have against SELLER/MERCHANT, any other guarantor, or any collateral provided by SELLER/MERCHANT or any other guarantor, for any amounts paid by it, or not performed by it, under this Agreement: (i) subrogation; (ii) reimbursement; (iii) performance; (iv) indemnification; or (v) contribution. In the event that PURCHASER must return any amount paid by SELLER/MERCHANT or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Agreement shall include that amount. NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE GUARANTY, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY GUARANTOR IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE GUARANTOR AND THE GUARANTOR'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She understands the seriousness of the provisions of this Agreement; (ii) He/She has had a full opportunity to consult with counsel of his/her choice; and (iii) He/She has consulted with counsel of his choice or has decided not to avail himself/herself of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Agreement are joint and several.

SELLER/MERCHANT
 By KARA DIPUTRO

Designated by:
 Kara Diputro
 (Signature)

ENR 57-2005-167

SELLER/MERCHANT
 By KARA DIPUTRO

Designated by:
 Kara Diputro
 (Signature)

SSS 180-60-4481

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH IN THE "MERCHANT AGREEMENT", INCLUDING THE "TERMS AND CONDITIONS", ARE HEREBY INCORPORATED IN AND MADE A PART OF THIS SECURITY AGREEMENT AND GUARANTY.

CAPITALIZED TERMS NOT DEFINED IN THIS SECURITY AGREEMENT AND GUARANTY, SHALL HAVE THE MEANING SET FORTH IN THE MERCHANT AGREEMENT, INCLUDING THE TERMS AND CONDITIONS.



DocuSign Envelope ID: 1F6003A-4B6A-4607-9CCD-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-5434 Fax: 215-305-7363

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) is part of (and incorporated by reference into) the FACTORING AGREEMENT. You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes PURCHASER to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Seller/Merchant later identifies and is acceptable to PURCHASER) (hereinafter referred to as the "Designated Checking Account") in the substantial amount set forth in the accompanying documents. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Merchant's depository bank a reasonable opportunity to act on it.

AUTOMATIC PAYMENT PLAN: Enrollment in PURCHASER's Automatic Payment Plan is required for approval. By signing below, Seller/Merchant agrees to enroll in the Automatic Payment Plan and authorize PURCHASER to collect payments required under the terms of Seller/Merchant Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the accompanying Seller/Merchant Agreement. Seller/Merchant authorizes PURCHASER to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was not paid as provided in the payment schedule and any unpaid fees. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Seller/Merchant's depository bank a reasonable opportunity to act on it. PURCHASER may suspend or terminate Seller/Merchant's enrollment in the Automatic Payment Plan immediately if Seller/Merchant fails to keep Seller/Merchant's designated checking account in good standing or if there are insufficient funds in Merchant's checking account to process any payment.

If Seller/Merchant revokes the authorization or PURCHASER suspends or terminates Seller/Merchant's enrollment in the Automatic Payment Plan, Seller/Merchant will still be responsible for making timely payments pursuant to the alternative payment methods described in the Seller/Merchant Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Seller/Merchant attests that the Designated Checking Account was established for business purposes and not primarily for personal, family or household purposes.

ACCOUNT CHANGES: Seller/Merchant agrees to notify PURCHASER promptly if there are any changes to the account and routing numbers of the Designated Checking Account.

MISCELLANEOUS: PURCHASER is not responsible for any fees charged by Seller/Merchant's bank as the result of credits or debits initiated under this agreement. The maintenance of any funds in Seller/Merchant's account must comply with the provisions of 31 C.F.R.

Signature: Elena Dipultra Date: 8/27/2018 3:10:16 PM EDT

Bank Name: TD BANK

City: _____ State: _____ Zip: _____

Routing Number: 054001725

Account Number: 4351994186

Business Name on Account: HMC

Address on Account: _____

Seller/Merchant Phone #: _____ Tax ID Number: _____

Printed Name: _____
 Signature: Elena Dipultra
 Title: _____

Page 1/1

Merchant Initials

Seller/Merchant Initials



Case ID: 190561349

DocuSign Envelope ID: 1F600B3A-4B6A-46B7-9CC0-7690EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance evidenced by the Merchant Agreement of this same date herewith (the "Business Cash Advance") from Complete Business Solutions Group, Inc., the undersigned Seller/Merchant hereby makes the following statement under penalty of law:

PLEASE SIGN OPTION ONE OR TWOOPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:

The Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

* Attach additional pages if necessary as shown by:

Seller/Merchant Signature [Signature] Dated 8/27/2018 3:10:36 PM PDT
 Seller/Merchant Signature [Signature] Dated 8/27/2018 3:10:36 PM PDT

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Seller/Merchant Signature _____ Dated _____

Seller/Merchant Signature _____ Dated _____

Page | 12

Merchant Initials

Merchant Initials



Case ID: 190501349

DocuSign Envelope ID: 1F68B3A-1B6A-46B7-9CCD-7500EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7562

AUTHORIZATION TO RESUME ACH DEBITING FORM

NAME OF SELLER/MERCHANT: _____

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account: _____

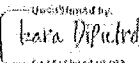
Account #: _____ Routing #: _____

Account Type (select one): Checking ☐ Savings ☐Account Class (select one): Consumer Account ☒ Business Account ☐

Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling my ACH authorizations does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

Customer signature: 

Date: 8/27/2018 3:10:36 PM PST

Customer Printed Name: _____

Customer contact Telephone #: _____

Customer signature: _____

Date: _____

Customer Printed Name: _____

Customer contact Telephone #: _____



DocuSign Envelope ID: 1F680E3A-466A-46D7-9CC9-75B0EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

Dear Client,

Thank you for accepting this offer from Complete Business Solutions Group DBA/As Per Funding. We look forward to being your factoring partner for as long as you need.

Daily ACH Program:

Complete Business Solutions Group will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.

Please be assured that we carefully safeguard your confidential information and only essential top level personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

**Be sure to indicate capital or lower case letters.

NAME OF BANK: _____

BANK PORTAL WEBSITE: _____

USERNAME: _____

PASSWORD: _____

SECURITY QUESTION/ANSWER 1: _____

SECURITY QUESTION/ANSWER 2: _____

SECURITY QUESTION/ANSWER 3: _____

ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS: _____

Page 3 of 4

Merchant Initials

Merchant Initials

Case ID: 190501349

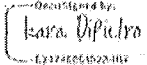
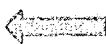
DocuSign Envelope ID: 1F80083A-4B8A-46B7-9CC9-7600EF03E054

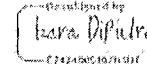
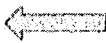


22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 866-305-2562

APPENDIX A: THE FEE STRUCTURE

- 1 Origination Fee - \$10,000.00 to cover underwriting and related expenses
- 2 ACH Program Fee - \$3,000.00 - The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs.
- 3 NSF Fee - \$75.00 (each) - Up to FOUR TIMES ONLY before a default is declared;
- 4 Rejected ACH - \$100.00 - If a merchant directs the bank to reject our debit ACH;
- 5 Bank Change Fee - \$50.00 - If a merchant requires a change of account to be debited requiring us to adjust our system;
- 6 Blocked Account - \$250.00 - If a merchant blocks CBSG's ACH debit of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank accounts or credit-card processors to process its receipts;
- 7 Default Fee - \$500.00 default fee - If a merchant changes bank accounts or switches to another credit card processor without CBSG's consent, or commits another default pursuant to the Agreement;
- 8 3rd Party Intermediary Fee - \$4,000.00 deposit toward reasonable related expenses incurred by PURCHASER. If PURCHASER receives a communication from a 3rd party debt collector/negotiator entity or individual which has been retained by Merchant and which contains PURCHASER on Merchant's behalf seeking to redirect communication (related to the obligations contained in this Agreement) to itself/itself and away from Merchant. This fee shall be used to cover Purchaser's reasonable expenses in retaining counsel or other parties to handle this additional administration required by this retention of the intermediary by PURCHASER. Any portion of the fee that is not used by PURCHASER for this purpose shall be returned to Merchant at the conclusion of this Factoring Agreement or related legal action.
- 9 Collections Expense - In the event of default, Seller / Merchant shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred.
- 10 Miscellaneous Service Fees - Merchant shall pay certain fees for services related to the origination and maintenance of accounts. Each Merchant shall receive their funding electronically to their designated bank account and will be charged \$30.00 for a Fed Wire. The current charge for the underwriting, UCC, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with CBSG. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
- 11 Risk Assessment Fee - \$10,000.00
- 12 UCC Fee - \$10,000.00

Merchant Signature:  Name: 

Merchant Signature:  Name: 

CBSG/Nov 2017 2018 Agreement



DocuSign Envelope ID: 1F6B003A-4B6A-46B7-9CC8-7500EF03E654



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2616 Fax: 888-305-7567

MANDATORY JOINT AFFIDAVIT OF CONFESSION OF JUDGEMENT

INSTRUCTIONS:

SIGN AND NOTARIZE THIS SECTION OF THE AGREEMENT, SEND THE ORIGINAL COPY TO:

PAR FUNDING
22 N 3RD STREET
PHILADELPHIA, PA 19106
C/O UNDERWRITING

DocuSign Envelope ID: 1F600B3A-4B6A-4B97-9C08-7600EF03E054



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 688-305-7562

NEW YORK UNITY FACTOR, LLC

Plaintiff,

-against-

HMC INCORPORATED D/B/A
HMC INCORPORATED and
KARA DIPIETRO,

Defendant(s).

Index No.

**AFFIDAVIT OF
CONFESSION OF JUDGMENT**

STATE OF _____)
)
COUNTY OF _____) ss.:

KARA DIPIETRO, being duly sworn, deposes and says:

1. I am a principal, owner, and an officer of HMC INCORPORATED D/B/A HMC INCORPORATED ("Merchant Defendant"), a CORPORATION located at 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046, in the County of _____, and as such, I have the authority to act on behalf of Merchant Defendant.

2. I reside at 1836 LANDRAKE RD, TOWSON, MD 21204, in the County of _____.

3. I, individually, and on behalf of Merchant Defendant consent to the jurisdiction of this Court.

4. Merchant Defendant hereby confesses judgment and authorizes entry of judgment in favor of Plaintiff and against Defendants in the Federal District Court for the _____, Court of Common Jurisdiction for the County of _____ in the State of _____ the sum of \$2,107,437.12 less any payments timely made pursuant to the secured Merchant Agreement dated AUGUST 24, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest amount allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Affidavit of Confession of Judgment.

Page 117

Merchant Affidavit

Merchant Affidavit

117

Case ID: 190501349

DocuSign Envelope ID: 1F880B3A-406A-46B7-9CC9-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7562

5. In addition, I hereby confess judgment, individually and personally, jointly and severely, and authorize entry of judgment in favor of Plaintiff and against myself in the Federal District Court for the _____ Court of Common Jurisdiction for the County of _____ in the State of _____, against me personally in the sum of \$2,107,437.12 less any payments timely made pursuant to the Merchant Agreement dated AUGUST 24, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest rate allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Confession of Judgment.

6. This confession of judgment is for a debt due to Plaintiff arising from Defendants' failure to pay to Plaintiff, Merchant Defendant's accounts-receivable, which were purchased by Plaintiff pursuant to the secured Merchant Agreement dated AUGUST 24, 2018, and for Defendants' breach of the secured Merchant Agreement, plus agreed-upon interest, reasonable attorneys' fees, costs and disbursements, as agreed-upon by Merchant Defendant and myself, under the secured Merchant Agreement, dated AUGUST 24, 2018, of which supporting documents include a Personal Guarantee and a UCC-1 financing statement(s).

7. Merchant Defendant and I hereby agree that the execution and delivery of this Affidavit of Confession of Judgment and any entry of judgment thereon shall be without prejudice to any and all rights of Plaintiff, who reserves all of its rights and remedies against Defendants.

8. If for any reason entry of judgment in the above specified amount or execution on the same is outside the jurisdiction of this Court, Merchant Defendant and I hereby consent to the personal jurisdiction, entry of judgment, and execution thereon in any State or Federal Court of the United States of America.

9. I have been authorized by Merchant Defendant to sign this Affidavit of Confession of Judgment on this ____ day of _____, 2018.

Page | 18

Merchant Initials

Merchant Initials

A rectangular box containing a stylized signature, likely representing the merchant defendant.

Case ID: 190501349

DocuSign Envelope ID: 1F60083A-496A-46B7-9CC9-7600EF03EC5A



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-385-7562

By: _____
KARA DIPIETRO, individually, and on behalf of HMC
INCORPORATED D/B/A HMC INCORPORATED

Sworn to before me this _____
day of _____, 2018.

Notary Public



DocuSign Envelope ID: 1F680B3A-486A-4687-9CC9-7590EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-2562

AUGUST 24, 2018

Attn: Court Orders & Levies Dept.

Re: HMC INCORPORATED, et al.
Supreme Court of the State of New York, Richmond County Index No.
Information Subpoena and Restraining Notice - RELEASE

Complete Business Solutions Group, Inc. d/b/a Par Funding ("Funder"), Plaintiff/Judgment Creditor, and KARA DIPIETRO ("KARA") and HMC INCORPORATED ("HMC INCORPORATED"), Defendants/Judgment Debtors (collectively, "the Parties"), hereby authorize _____, N.A. and/or related entities (collectively, "N.A.") to release (\$ _____) (the "Release Amount") from the funds currently held in reserve per the Information Subpoena with Restraining Notice ("IS/RN"), payable as follows:

Via check

Via wire to:

HMC INCORPORATED and KARA agree to indemnify and hold harmless _____, N.A. and its officers, directors, agents and employees from and against claims, damages, losses and expenses, including but not limited to attorneys' fees, arising out of or resulting from this release and/or the IS/RN. Upon tender of the Release Amount, Funder consents to the immediate RELEASE of the remainder and/or account(s) being held on reserve to HMC INCORPORATED, KARA, and/or its/their principals, agents, heirs and assigns.

10. AGREED AND ACCEPTED:

By: _____
KARA DIPIETRO (Name)
Owner/Manager/Agent (Title)
individually, and on behalf of HMC
INCORPORATED

By: _____
Norman M. Valz, Esq.
Attorney for Plaintiff/Judgment
Creditor, NEW YORK UNITY
FACTOR LLC and
Complete Business Solutions Group, Inc.
205 Arch Street - 2nd Floor
Philadelphia, PA 19106
(215) (tel.)

State of _____)
County of _____) ssr

Page | 20

Verbatim Report

Verbatim Report



Case ID: 190501349

DocuSign Envelope ID: 1F069B3A-4B6A-4607-8CC9-7680EF03E054



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

On the _____ day of _____, in the year 2018, before me, the undersigned Notary Public in and for said state, personally appeared KARA DIPIETRO, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that she/he executed the same in her/his capacity, and that by her/his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC

Handwritten initials "KD" inside a rectangular box.

DocuSign Envelope ID: 1F66CB5A-4B8A-48B7-9C6B-759BEPD3E054



22 N 1st Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 215-305-7562

ACKNOWLEDGEMENT

I, KARA DIPIETRO, hereby acknowledge:

- There has been no promise of additional capital in 30 days from funding by CBSG or any ISO (broker).
 - Our policy is that merchants can seek additional capital from us when they have paid 55% of the Receipts Purchased Amount.
- That CBSG does not permit outside fees and that no one has discussed additional fees with me. The fee amount for this agreement is \$36,000.00, which will be held back from the funding amount.
- There has not been and will not any contact from Third Party debt companies regarding this Factoring Agreement dated AUGUST 24, 2018.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.

DecuSigned by:
Kara Dipietro
Signature

8/27/2018 3:10:36 PM PDT
Date

105
b7

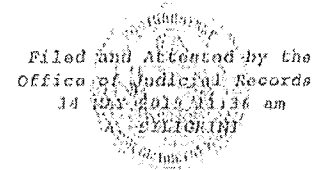


EXHIBIT "B"

DocuSign Envelope ID: 3AB6CF0E-7E3D-470F-BFAF-1DD04CD1E7FE

Page 1 of 24

ADVANCE - FUNDING -

FUNDING PRE-QUALIFICATION

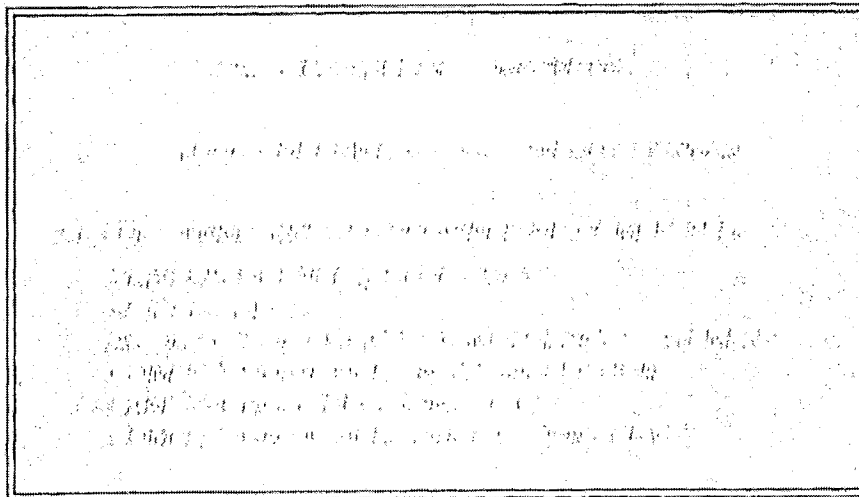
CONGRATULATIONS!

You Have Been Pre-Qualified for Business Funding

To finalize your business funding, we need additional information and documents from you so we can fully assess how we can help you in growing your business. Along with this Funding Pre-Qualification, we are sending you a proposed Agreement for the Purchase and Sale of Future Receivables ("Agreement") and related documents. Please carefully review the Agreement and related documents in their entirety. If you find any errors, please contact your account specialist before signing and returning them.

You have been pre-qualified based on our preliminary review of the information you have given us so far. Your pre-qualification is not a guaranty of funding or a commitment to fund. You must provide the requested additional information and sign and return the Agreement and related documents being sent to you so our underwriting department can make a final determination regarding the terms of an agreement. Any misrepresentation relating to any information or documents you have provided to us so far or provide to us in the future or any adverse change in your financial condition or status may void this pre-qualification letter. Pre-qualification is subject to withdraw, change, and/or cancellation if you no longer meet the requirements for the requested funding.

We must receive your additional information and the signed Agreement and related documents within 10 days of the date of the Agreement, or we will consider your application to be withdrawn.



20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7552



Case ID: 196501349

Please Initial

DocuSign Envelope ID: 3A0B6F0E-7E3D-476F-0FAF-1DB8AC01E7FE



Page 2 of 24

AGREEMENT FOR THE PURCHASE AND SALE OF FUTURE RECEIVABLES

This Agreement for the Purchase and Sale of Future Receivables ("Purchase Agreement") is made as of MAY 3, 2019 and is by and between Fast Advance Funding Inc and the business identified below. Capitalized terms in this Purchase Agreement and accompanying documents shall have the meanings set forth in the "Definitions" section of this Purchase Agreement unless otherwise defined herein.

THIS PURCHASE AGREEMENT IS AN AGREEMENT WITH RECOURSE.

Legal Business Name ("Merchant Seller")	HMC INCORPORATED	
D/B/A	HMC INCORPORATED	
Type of Business Entity	Corporation (CORP)	X
	LLC (LLC)	
	Limited Partnership (LP)	
	Limited Liability Partnership (LLP)	
	Sole Proprietor (SP)	
Physical Address	77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046	
Mailing Address	77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046	
Business Phone		
Business E-mail		
Federal EIN No.	52-2005467	
"Owner" (authorized to execute this Purchase Agreement on behalf of Merchant Seller).	Name	KARA DIPIETRO
	Title	
	Home Address	1836 LANDSHAKE RD, TOWSON, MD 21204
	Home Phone	
	Cell Phone	
	Fax	
	Social Security No.	100-50-4481

1. PURCHASE AND SALE TERMS:

Payoff Existing	\$185,178.00
Purchase Price	\$100,000.00
Total Advance Amount	\$285,178.00
Specified Percentage	10%
Daily Specified Amount	\$2,556.21

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial DocuSign ID: 190501349

DocuSign Envelope ID: 3ABB6F6E-7E3D-476F-BFAF-1D694C01E7FE

FAST ADVANCE FUNDING

Page 3 of 24

Amount of Days	140
Receivables Purchased Amount	\$356,472.50
Estimated Final Receipt Date	140 DAYS AFTER FUNDING

Acknowledgement of Purchase and Sale Terms

FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	DocuSigned by:	SIGNATURE	
KARA DIPIETRO	Kara DiPietro		←
FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	DocuSigned by:	SIGNATURE	
KARA DIPIETRO	Kara DiPietro		←

Fast Advance Funding, Inc

Company Officer

2. DEFINITIONS:

- a. Account or Approved Account. The deposit account designated by Merchant Seller and approved by Purchaser from which Payments will be remitted by Merchant Seller to Purchaser.
- b. Approved Account Bank. The bank or financial institution where the Account or Approved is maintained.
- c. Additional Sum. Any sum, other than the Receivables Purchased Amount, due or that may become due under this Purchase Agreement from Merchant Seller to Purchaser.
- d. ACH. Automated Clearing House.
- e. FAP or Purchaser. Fast Advance Funding, Inc.
- f. Collateral. Any and all collateral pledged to secure the obligations under this Purchase Agreement.
- g. Daily Specified Amount or Daily Retrieval Rate. The amount Purchaser shall deduct from the Account on a daily basis (weekends and Federal holidays excluded) until such time as the Receivables Purchased Amount is delivered (i.e., paid in full) to Purchaser. The Daily Specified Amount is an approximation of the base payment due under the Specified Percentage.
- h. Debit. Any debit made by Purchaser from the Account or Other Account as a Payment.
- i. Expected Term. The time from delivery of the Purchase Price until the Receivables are to be delivered in full by Merchant Seller to Purchaser.
- j. Fee Schedule. The schedule of fees attached hereto as Schedule A and made a part of this Purchase Agreement.
- k. Guarantor. Any individual or entity that guarantees Merchant Seller's obligations under this Purchase Agreement.
- l. Guaranty. Any guaranty signed by a Guarantor evidencing the Guarantor's agreement to guaranty Merchant Seller's obligations under this Purchase Agreement.
- m. Independent Sales Organization.

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please initial

DocuSign Envelope ID: 3AB06F0E-7E3D-476F-BF4F-1D804C01E7FE

FAST ADVANCE FUNDING

Page 4 of 24

- u. NSF Fees. Any fee or charge that results from an Account of Other Account not having sufficient funds to cover the amount of any Payment or Debit, including, without limitation, fees or charges for rejected Debits or Payments made (or attempted) via ACH.
- v. Other Account. Any account from which Purchaser allows Merchant Seller to make a Payment that is not the Approved Account.
- w. Outside Fees. Fees paid to any third party in connection with the execution or negotiation of this Purchase Agreement.
- x. Owner. Individual(s) or entity(ies) executing this Purchase Agreement on behalf of the Merchant Seller.
- y. Parties. Merchant Seller and FAF, collectively.
- z. Payments. Payments made or to be made by Merchant Seller as the means for delivery of the Receivables by Merchant Seller to Purchaser.
- aa. Processor.
- ab. Purchase Agreement. This Agreement for the Purchase and Sale of Future Receivables, any and all documents executed in connection herewith as a condition precedent to its effectiveness, and any and all exhibits incorporated herein by reference.
- ac. Purchase Price. The total dollar amount FAF is paying to Merchant Seller in exchange for the Receivables and pursuant to the terms of this Purchase Agreement.
- ad. Purchaser or FAF. Fast Advance Funding, Inc.
- ae. Receivables. Any and all payments made to Merchant Seller by cash, check, credit or debit card, or electronic transfer or by any other form of monetary payment in the ordinary course of Merchant Seller's business, including, without limitation, any and all of Merchant Seller's future receivables, receipts, accounts, contract rights, royalties, and obligations due to Merchant Seller that arise from or relate to the payment of monies to Merchant Seller from Merchant Seller's customers and/or other third party payers until such time as the Receivables Purchased Amount has been delivered by Merchant Seller to FAF.
- af. Receivables Purchased Amount or RPA. The total amount of Receivables Merchant Seller is selling to FAF in exchange for the Purchase Price and pursuant to the terms of this Purchase Agreement.


3. ACKNOWLEDGEMENTS:

- a. No Promise of Additional Capital. Merchant Seller acknowledges that neither FAF nor any Independent Sales Organization or Broker has made a promise of additional capital in the form of other future-receivables purchases.
- b. Sale of Additional Future Receivables. Merchant Seller acknowledges that FAF's policy is that a merchant seller may seek to sell to FAF additional future receivables only after the merchant/seller has delivered to FAF 55% of the receivables purchased by FAF from the merchant/seller.
- c. Outside Fee Not Permitted. Merchant Seller acknowledges that FAF does not allow Outside Fees and that no one has discussed additional fees (other than those set forth in the Fee Schedule) with Merchant Seller or any representative of Seller Merchant.
- d. No Third-Party Contact. Merchant Seller acknowledges that it has not had and will not have or maintain any contact with any third-party debt company regarding the Purchase Agreement.

4. GENERAL TERMS:

- a. Execution of Documents. As a condition precedent to the effectiveness of this Purchase Agreement, Merchant Seller shall execute the following documents, authorizations, and/or agreements in the form(s) acceptable to Purchaser and if requested by Purchaser.

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3A8B8F0E-7E3D-476F-BFAF-1D594C01E7FE

FAF ADVANCE FUNDING

Page 5 of 24

- i. Bank Authorization. Merchant Seller shall execute a written authorization with the Acceptable Account Bank to obtain electronic funds transfer services and allowing Purchaser and/or its agent to debit the Daily Specified Amount of any other Payment from the Account. Merchant Seller shall provide Purchaser and/or its authorized agent with all the information, authorization(s), and/or password(s) necessary for Purchaser: (1) to verify Merchant Seller's receivables, receipts and deposits into the Account, payments and debits made from the Account, and balance in the Account; and (2) to withdraw the Specified Daily Amount and/or other Payments via ACH debit. The authorization given and executed pursuant this section shall be irrevocable; however, notwithstanding the foregoing, it may be revoked with, and only with, the written consent of Purchaser.
- ii. Assignment of Lease. Merchant Seller shall execute and deliver to Purchaser an "Assignment of Lease" in favor of Purchaser for any premises leased by or for Merchant Seller and used in connection with the operation of Merchant Seller's business and its business operations. The Assignment of Lease shall be in a form acceptable to Purchaser.
- b. Term. The Receivables Purchased Amount and any Additional Sums shall be delivered and/or paid in full by Merchant Seller to Purchaser during the Expected Term. To the extent Purchaser allows the Receivables Purchased Amount and/or any Additional Sums to be delivered and/or paid beyond the Expected Term, such allowance is not and shall not be deemed a waiver by Purchaser of any of its rights and/or remedies allowed under this Agreement. The provisions of this section shall survive expiration or termination of this Purchase Agreement.
- c. Future Purchases. Purchaser is under no obligation to make future purchases from Merchant Seller. To the extent the Purchase Price is being paid by Purchaser in incremental payments to Merchant Seller, Purchaser reserves the right, following a breach of or default under this Purchase Agreement, to withhold any incremental payment(s) not yet made.
- d. Financial Condition. Merchant Seller authorizes Purchaser and/or its agents to investigate its financial responsibility and history. Merchant Seller shall provide to Purchaser any bank or financial statements, tax returns, etc., as Purchaser deems necessary prior to or at any time after execution of this Purchase Agreement. A photocopy of this authorization will be deemed acceptable for release to Purchaser of such financial information. Purchaser is authorized to collect updated information and financial profiles from Merchant Seller from time to time as Purchaser deems appropriate.
- e. Transactional History. Merchant Seller authorizes its banks or other financial institutions to provide Purchaser with Merchant Seller's banking or processing history to determine Merchant Seller's qualification to continue with business relationships with Purchasers.
- f. Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes Purchaser to initiate one or more ACH debits at the specified Daily Retrieval Rate from the Account as an approximation of the base payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables and to reconcile the daily payments made against the Specified Percentage, permitting Purchaser to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

5. PURCHASE AND SALE OF RECEIVABLES.

- a. In exchange for the Purchase Price, Merchant Seller hereby sells, assigns, and transfers to FAF the Receivables, thereby making FAF the absolute owner of the Receivables, which include, but are not limited to, any and all payments made to Merchant Seller by cash, check, credit or debit card, or electronic transfer or by any other form of monetary payment in the ordinary course of Merchant Seller's business, including, without limitation, any and all of Merchant Seller's future receivables, receipts, accounts, contract rights, royalties, and obligations due to Merchant Seller that arise from or relate to the payment of monies to Merchant Seller from Seller/Merchant's customers and/or other third party payers until such time as the Receivables Purchased Amount has been delivered by Merchant Seller to FAF.
- b. The Purchase Price is being paid in exchange for the purchase and sale of the Receivables and is not intended to be, nor shall it be construed as, a loan from Purchaser to Merchant Seller. Merchant Seller agrees and acknowledges that the Purchase Price represents the fair market value of the Receivables. Purchaser has purchased and shall own all the Receivables up to the total RPA as the Receivables are created. Payments made to Purchaser towards the total RPA shall be conditioned upon (i) Merchant Seller's sale of products and/or services and (ii) the payment of such goods and/or services to Merchant Seller by its customers pursuant to the terms of this Purchase Agreement.

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial



Case ID: 190501349

DocuSign Envelope ID: 3AB00F0E-7E3D-470F-BFAF-1D004C01E7FE

FAST ADVANCE

- FUNDING -

Page 6 of 24

- c. In no event shall any amounts paid to or received by Purchaser (or any portion of any such amount) be construed as or considered to be interest (with the exception of any interest awarded pursuant to any judgment entered against Merchant Seller for a breach of this Purchase Agreement). In the event that any court of competent jurisdiction determines that Purchaser has improperly charged or received interest under this Purchase Agreement and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and Purchaser shall promptly refund to Merchant Seller any interest Purchaser received in excess of the maximum lawful rate. It is Merchant Seller's intent that it not pay or contract to pay and that Purchaser not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant Seller under applicable law.
6. PAYMENT OF PURCHASE PRICE BY FAF TO SELLER. Purchaser shall wire the Purchase Payment Amount into the designated bank account of Merchant Seller upon execution of this Purchase Agreement.
7. DELIVERY OF RECEIVABLES BY SELLER TO FAF.
- a. Merchant Seller shall deliver the Receivables to Purchaser by making Payments to Purchaser pursuant to the terms of this Purchase Agreement.
 - b. Merchant Seller hereby irrevocably authorizes Purchaser to debit on a daily basis the Daily Specified Amount from the Account. Notwithstanding the foregoing, debits shall not be made on weekends or on federal holidays.
 - c. Merchant Seller shall ensure that funds adequate to cover any and all amounts to be debited by Purchaser are in the Account or Other Account when the Debit is scheduled to be and is made.
 - d. Upon Merchant Seller's request, Purchaser may, in its sole discretion and judgment, adjust the amount of any Payment or Debit to be made under this Purchase Agreement. Any adjustment made by Purchaser pursuant to this section shall not be construed as a waiver of any of Purchaser's rights and/or remedies or of Merchant Seller's other obligations under this Purchase Agreement.
 - e. Merchant Seller shall be responsible for and pay to Purchaser any and all NSF Fees upon the assessment of any such fee against Purchaser. Purchaser is not responsible for any overdrafts or rejected transactions that result to any Account or Other Account as a result of Purchaser making a schedule or otherwise agreed upon Debit from an Account or Other Account.
 - f. Merchant Seller shall provide to Purchaser Merchant Seller's bank statements for any and all bank accounts to allow Purchaser to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all such bank statements in a timely manner shall forfeit all rights to future reconciliations.
8. MERCHANT SELLER'S REPRESENTATIONS AND WARRANTIES. Merchant Seller represents and warrants that as of the date of this Purchase Agreement and throughout the term of the Purchase Agreement as follows:
- a. Financial Condition and Financial Information. Current and future bank and financial statements Merchant Seller has furnished and/or will furnish to Purchaser do and shall fairly represent the financial condition of Merchant Seller as of the date of any such bank or financial statement. Merchant Seller has a continuing, affirmative obligation to advise Purchaser of any material or adverse change in its financial condition, operation, or ownership. Purchaser may request bank and financial statements from Merchant Seller at any time during the term of this Purchase Agreement. Upon Purchaser's request of bank and/or financial statements from Merchant Seller, Merchant Seller shall provide the request statement to Purchaser within five (5) business days of the request.

70 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please Initial

DocuSign Envelope ID: 3A8B6F8E-7E3D-476F-B1AF-1D804C01E7FE

FAST ADVANCE FUNDING

Page 7 of 24

- b. Business Purpose. Merchant Seller is a valid business in good standing under the laws of the jurisdictions in which it is organized and/or operates. Merchant Seller is entering into this Purchase Agreement *for business purposes only* and not as a consumer for personal, family, or household purposes.
- c. Governmental Approvals. Merchant is in compliance and shall at all time remain in compliance with all laws and has all valid permits, authorizations, and licenses required and necessary to own, operate and lease its properties and to conduct the business in which it is presently engaged.
- d. No Conflicting Obligations/Unencumbered Receivables. There are no other agreements, court orders, or any other legal obligations that would preclude or in any manner restrict such Merchant Seller from: (i) negotiating and entering into this Purchase Agreement; or (ii) fulfilling its responsibilities and obligations under this Purchase Agreement. Unless otherwise disclosed to Purchaser and such disclosure acknowledged by Purchaser prior to the execution of this Purchase Agreement, Merchant has good, complete, and marketable title to all Receivables, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages, security interests, equities, pledges, and/or encumbrances of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated by this Purchase Agreement or adverse to the interests of Purchaser.
- e. No Bankruptcy. As of the date of this Purchase Agreement, Merchant Seller does not contemplate filing and has not filed any petition for bankruptcy protection under Title 11 of the United States Code, no involuntary petition has been brought or is pending against Merchant Seller, and there is presently no basis for an involuntary petition to be brought against it.
- f. Authorization. Merchant Seller and each of the individuals executing this Purchase Agreement and the Schedules and Exhibits hereto warrants and represents that he or she has full authority to execute this Purchase Agreement and the Schedules and Exhibits hereto and to bind the entity on whose behalf he or she is executing this Purchase Agreement and the Schedules and Exhibits hereto.

9. ADDITIONAL OBLIGATIONS.

- a. Insurance. Merchant Seller shall maintain business-interruption insurance naming Purchaser as loss payee and additional insured in amounts and against risks as are satisfactory to Purchaser and shall provide Purchaser proof of such insurance upon request.
- b. Change of Name or Location/Reference to DBA. Merchant Seller shall conduct its business only under its legal business name or under a "doing-business-as" or "d/b/a" name previously disclosed to Purchaser. In the event Purchaser, in connection with any matter relating to the transactions contemplated by this Purchase Agreement, uses a "doing-business-as" or "d/b/a" name used by Merchant Seller (whether or not previously disclosed to Purchaser) to refer to Merchant Seller, Merchant Seller consents to and agrees that such use shall be deemed an acceptable reference to Merchant Seller's legal name. Such use by Purchaser shall include, without limitation, use of a "doing-business-as" or "d/b/a" name in connection with the filing of any form under the Uniform Commercial Code and/or any other filing or notice.
- c. Daily Batch Out. Merchant Seller will settle receipts with the Processor on a daily basis.
- d. Estopple Certificate. Upon the request of Purchaser, Merchant Seller shall execute and deliver to Purchaser (and/or to any other person, entity, firm, or corporation designated by Purchaser in its request) an "Estopple Certificate" in the form Purchaser requires certifying that this Purchase Agreement is unmodified and in full force and effect and stating the dates on which Receivables Purchased Amount or any portion thereof has been repaid. Merchant Seller shall provide the requested Estopple Certificate within one (1) business day of Purchaser's request. In the event this Purchase Agreement has been modified and/or amended pursuant to the terms of this Purchase Agreement, the Estopple Certificate shall (or, if there have been modifications, that the same is in full force and effect as modified and/or amended and stating the modifications and/or amendments).

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 880-305-7562

Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3AB06F8E-7E30-476F-B7AF-1D984C01E7FE

ADVANCE FUNDING

Page 8 of 24

- e. Working Capital Funding. With the exception of agreements between Merchant Seller and Purchaser that may be executed in the future, Merchant Seller shall not enter into any arrangement, agreement, contract, or commitment that in any way encumbers the Receivables, whether in the form of a purchase or sale, loan against, collateralization of, or the sale or purchase of credits against, Receivables or future check sales.
- f. Third Party Negotiators. Merchant Seller agrees that it shall not to retain any third-party negotiator, consolidator, or credit relief agency with regard to Merchant Seller's obligations under this Purchase Agreement or to attempt to renegotiate or settle Merchant Seller's obligations under this Purchase Agreement. Merchant Seller shall maintain and allow direct communication with Purchaser at all times during the course of this Purchase Agreement and shall not engage any third party to negotiate Merchant Seller's obligations as stated in this Purchase Agreement. Merchant Seller consents to the imposition of the "Third Party Negotiator Fee" set forth in the Fee Schedule upon Merchant Seller's breach of this section. The "Third Party Negotiator Fee" shall be included in and made part of Additional Payments due under this Purchase Agreement.

10. EVENTS OF DEFAULT. Any of the following (directly or indirectly) shall constitute an "Event of Default" under this Purchase Agreement.

- a. Merchant Seller taking any action to discourage the use of electronic check processing of payment for Merchant Seller's goods and/or services that are settled through a Processor or permitting any event to occur that could have an adverse effect on the use, acceptance, or authorization of checks for the purchase or payment of Merchant Seller's goods and/or including, but not limited to, direct deposit of any check into a bank account without scanning into the Purchaser electronic check processor.
- b. Merchant Seller changing its arrangement(s) with any Processor in any way that is adverse to Purchaser.
- c. Merchant Seller changing the Processor through which electronic checks are processed for settling the Receivables or permitting any event to occur that could cause diversion of any of Merchant Seller's check transactions to a new or different Processor other than the Processor being used as of the date of this Purchase Agreement.
- d. Merchant Seller interrupting the operation of its business (other than adverse weather, natural disasters, or acts of God).
- e. Merchant Seller transferring, moving, selling, disposing of, or otherwise conveying its business or assets or any ownership interest in Merchant Seller without (i) Purchaser's express, prior written consent and (ii) the written agreement of any purchaser or transferee of any of the foregoing to assume all of Merchant Seller's obligations under this Purchase Agreement, which written agreement must be in a form satisfactory to Purchaser.
- f. Merchant Seller taking any action, failing to take any action, or offer any incentive (economic or otherwise), the result of which would be to induce any of Merchant Seller's customer(s) and/or client(s) to pay for Merchant Seller's goods and/or services with checks that are not settled through Processor.
- g. Merchant Seller's failure to comply with or violation of any duty, obligation, or provision contained in this Purchase Agreement.
- h. Merchant Seller's breach of any representation or warranty contained in this Purchase Agreement.
- i. The discovery that any representation or warranty contained in this Purchase Agreement was incorrect, false, or misleading in any material respect at the time the representation or warranty was made.
- j. Merchant Seller admitting in writing its inability to pay its debts or making a general assignment for the benefit of creditors; the institution of any proceeding by or against Merchant Seller seeking to adjudicate it a bankrupt or insolvent, or seeking reorganization, arrangement, adjustment, or composition of it or its debts.
- k. Merchant Seller sending a notice to Purchaser terminating or attempting to terminate this Purchase Agreement.

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 800-305-2562

Please Initial  Case ID: 190501349

DocuSign Envelope ID: 9AB00F0E-7E3D-476F-0FAF-1D094C01E7FE

ADVANCE FUNDING

Page 9 of 24

- l. Merchant Seller transporting, moving, interrupting, suspending, dissolving or terminating its business; transferring or selling all or substantially all of its assets; making or sending notice of any intended bulk sale or transfer;
- m. Merchant Seller's use of multiple depository accounts without Purchaser's prior written consent of Purchaser, changing its depositing account without Purchaser's prior written consent;
- n. Merchant Seller perform any act that reduces the value of any Collateral granted under this Purchase Agreement;
- o. Merchant Seller's breach of default under any of the terms, covenants, and conditions of any other agreement with Purchaser.

11. **REMEDIES UPON AN EVENT OF DEFAULT.** Upon and Event of Default, Purchaser shall have the right, without limitation, to the following remedies (each a "Protection"), which are cumulative and not exclusive and are in addition to any other rights and/or remedies available to Purchaser at law, in equity, or otherwise pursuant to this Purchase Agreement and/or applicable law and/or in equity. Merchant Seller agrees to pay all costs (including in-house attorney fees) incurred by Purchaser in collecting any Payment or Additional Payments due under this Purchase Agreement and/or in enforcing the provisions of this Purchase Agreement.

- a. **Protection One.** Immediate payment of the full value of the Receivables Purchased Amount, Additional Payments, and any and all other fees due under this Purchase Agreement, less the amount of Receivables delivered and Additional Payments made under this Purchase Agreement.
- b. **Protection Two.** Confess judgment against Merchant Seller and/or any Guarantor pursuant to the Warrant of Attorney to Confess Judgment contained in this Purchase Agreement and/or in any Guaranty and execute upon any such confessed judgment.
- c. **Protection Three.** Enforce its security interest in the Collateral.
- d. **Protection Four.** Immediate refund by Merchant Seller to Purchaser of the entire Purchase Price.
- e. **Protection Five.** Institute a legal proceeding against Merchant Seller and/or Guarantor to enforce Purchaser's rights at law, in equity, or otherwise pursuant to this Purchase Agreement and/or applicable law.
- f. **Protection Six.** Exercise its rights under any Assignment of Lease executed pursuant to this Purchase Agreement.
- g. **Protection Seven.** Debit Merchant Seller's deposit accounts (wherever situated) by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant Seller's bank account.
- h. **Protection Eight.** In the event Merchant Seller changes or permits the change of the Processor approved by Purchaser or adds an additional Processor, Purchaser may notify the new or additional Processor of Merchant Seller's sale of the Receivables to Purchaser pursuant to this Purchase Agreement and direct such new or additional Processor to make payments directly to Purchaser of all or any portion of any amount received by such Processor.
- i. **Protection Nine.** Notify any customer, client, account creditor, or other third party that owes or may owe payments to Merchant Seller for Merchant Seller's goods and/or services of Merchant Seller's sale of the Receivables to Purchaser pursuant to this Purchase Agreement and direct such customer, client, account creditor, or other third party to make payments directly to Purchaser of all or any portion of any amount due to Merchant Seller.

12. **WARRANT OF ATTORNEY TO CONFESS JUDGMENT.**

UPON THE OCCURRENCE OF AN EVENT OF DEFAULT BY MERCHANT SELLER UNDER THIS PURCHASE AGREEMENT, MERCHANT SELLER IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SELLER FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS PURCHASE

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 800-305-7562

Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3A008F8E-7E3D-478F-B7AF-1D924C01E7FE

MS FUND ADVANCE **- FUNDING -**

Page 10 of 24

AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEY FEES TO THE EXTENT PERMITTED BY LAW, MERCHANT SELLER: (1) WAIVES THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNES THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVES AND RELEASES ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION, OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASES ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS PURCHASE AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT PURCHASE AGREEMENT AS A WARRANT OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS PURCHASE AGREEMENT SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS THERETOFORE BEEN CONFERSED ON MORE THAN ONE OCCASION FOR ALL OR ANY PART OF THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFERSED AGAINST THE MERCHANT SELLER HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT SELLER'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SELLER FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

Merchant Seller's Initials

Merchant Seller's Initials

13. **PROTECTION OF INFORMATION.** Merchant Seller and each Owner or Guarantor authorizes Purchaser to disclose information concerning its, his, her credit standing (including, without limitation, credit bureau reports Purchaser obtains) and business conduct to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner or Guarantor waives to the maximum extent permitted by law any claim for damages against Purchaser and/or Purchaser's officers, directors, agents, attorneys, employees and affiliates relating to: (i) any investigation undertaken by or on behalf of Purchaser permitted by this Purchase Agreement; or (ii) any disclosure of information as permitted by this Purchase Agreement.
14. **CONFIDENTIALITY.** Merchant Seller understands, agrees, and acknowledges that the terms and conditions of the products and services offered by Purchaser, including, without limitation, this Purchase Agreement and any other Purchaser documents (collectively, "Confidential Information"), are proprietary and confidential information of Purchaser. Unless disclosure is required by law or court order, Merchant Seller shall not disclose Confidential Information to any person other than an attorney, accountant, financial advisor, or employee of Merchant who needs to know such information for the purpose of advising Merchant Seller ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant Seller and first agrees in writing to be bound by the terms of this section.
15. **POWER OF ATTORNEY.** Merchant Seller irrevocably appoints Purchaser as its agent and attorney-in-fact with full authority to take any action or to execute any instrument or document to settle all obligations due to Purchaser from any Processor or from Merchant Seller in the event of Merchant Seller's violation of this Purchase Agreement or the occurrence of an Event of Default under this Purchase Agreement, including, without limitation, the right to: (i) obtain and/or adjust insurance; (ii) collect monies due or to become due under or in respect of any of the Collateral (where applicable); (iii) receive, endorse, and/or collect any checks, notes, drafts, instruments, documents, or chattel paper in connection with clause (i) or clause (ii) above; (iv) sign Merchant Seller's name on any invoice, bill of lading, or assignment directing Merchant Seller's customers and/or account debtors to make payments directly to Purchaser; and/or (v) file any claims or take any action or institute any proceeding that Purchaser deems necessary for the collection of any of the unpaid Receivables Purchased Amount from the Collateral (where applicable) or otherwise to enforce its rights with respect to payment of the Receivables Purchased Amount.
16. **ATTORNEY FEES AND COSTS.** Merchant Seller shall be responsible for and pay to Purchaser all costs Purchaser incurs in enforcing this Purchase Agreement and its rights and remedies under this Purchase Agreement, including attorney fees (for in-

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305 7562

Please Initial

Case ID: 190501349

DocuSign Envelope ID: 3A8D3F0E-7E3D-476F-BF4F-1D094C91E7FE

Page 11 of 24

ADVANCE FUNDING

house counsel or outside counsel Purchaser retains to represent it), court costs and/or fees, and costs of collection. Notwithstanding the foregoing, attorney fees and costs to which Purchaser is entitled where judgment is confessed against Merchant Seller shall be governed the section of this Purchase Agreement entitled "Warrant of Confession of Judgment."

17. **INDEMNIFICATION.** Merchant Seller agrees to defend, hold harmless, and indemnify Purchaser and its officers, directors, agents, attorneys, and employees (collectively, "Indemnitee") from and against any and all losses, damages, liabilities, claims, costs, expenses, judgments, and attorney's fees resulting from (i) claims asserted by Purchaser for monies owed by Merchant Seller to Purchaser and/or (ii) actions taken by Processor in reliance upon information or instructions provided by Purchaser. Merchant Seller's obligation to defend, hold harmless, and indemnify as aforesaid shall in no manner be affected by the existence or non-existence of insurance. The rights to indemnity under this Purchase Agreement shall arise notwithstanding that joint or concurrent liability may be imposed on Indemnitee by statute, ordinance, regulation, or otherwise.
18. **NO LIABILITY.** In no event will Purchaser be liable for any claims asserted by Merchant Seller under any legal or equitable theory for lost profits, lost revenues, lost business opportunities, or exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant Seller.
19. **RELIANCE ON TERMS.** Applicable portions of this Purchase Agreement are agreed to for the benefit of Merchant Seller, Purchaser, and Processor, and, notwithstanding the fact that Processor is not a party of this Purchase Agreement, Processor may rely upon the terms of those section and raise them as a defense in any action.
20. **VOLUNTARY EXECUTION.** Each of the Parties states that it has carefully read this Purchase Agreement, knows its contents, freely and voluntarily agrees to all of its terms and conditions, and has freely and voluntarily affixed its signatures hereto with full and complete authority to do so. Each Party acknowledges that the terms of this Purchase Agreement are fully understood and voluntarily accepted by each Party, after having a reasonable opportunity to retain and confer with counsel. This Purchase Agreement is entered into after a full investigation by the each of the Parties, and neither of the Parties is relying upon any statements or representations not embodied in this Purchase Agreement.
21. **BENEFIT; RIGHT OF ASSIGNMENT.** This Purchase Agreement shall be binding upon and inure to the benefit of Merchant Seller, Purchaser and their respective successors and assigns. Notwithstanding the foregoing, Merchant Seller may not assign any of its rights and/or obligations under this Purchase Agreement without the express, written consent of Purchaser, which consent may be given or withheld at the sole discretion of Purchaser. Purchaser may assign, transfer, or sell its rights to receive the Perished Amount and may assign, transfer, sell, and/or delegate its duties under this Purchase Agreement either in whole or in part.
22. **SURVIVAL OF REPRESENTATIONS.** All agreements, representations, warranties, terms, conditions, and covenants set forth in this Purchase Agreement shall survive the execution and delivery of this Purchase Agreement and the consummation of the transactions provided for herein and shall continue in full force until all obligations under this Purchase Agreement shall have been satisfied in full and this Purchase Agreement shall have terminated.
23. **INTEGRATION AND MODIFICATIONS.** This Purchase Agreement constitutes the entire integrated agreement of the Parties with respect to the subject matter contained in this Agreement. This Purchase Agreement cannot be modified except by a writing signed by the Party to be bound. The Parties can be contacted at the following respective addresses set forth in this Purchase Agreement for purposes of this Purchase Agreement unless a Party provides the other Party with a different address in writing in the event the address for such Party contained herein changes.
24. **NOTICES.** All notices, requests, consent, demands and other communications hereunder shall be delivered to the addresses for each Party set forth in this Purchase Agreement.
25. **NO WAIVER OF REMEDIES.** No failure on the part of Purchaser to exercise, and no delay in exercising, any right under this Purchase Agreement shall operate as a waiver thereof, nor shall any single or partial exercise of any right under this Purchase Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562



Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3A8B9FBE-7E3D-476F-B7AF-1D894C01E7FE

ADVANCE FUNDING

Page 12 of 24

26. **CHOICE OF LAW; JURISDICTION; VENUE.** This Purchase Agreement shall be construed under the laws of the Commonwealth of Pennsylvania, which laws shall control in the event of any conflict of law. With the exception of Purchaser's right to seek injunctive relief in any appropriate jurisdiction, Any suit, action or proceeding arising hereunder, or the interpretation, performance, or breach hereof, or otherwise alleging claims related to or arising out of the Parties' business relationship shall be instituted in the Philadelphia County Court of Common Pleas, in the Federal District Court for the Eastern District of Pennsylvania, or in the Philadelphia County Municipal Court (collectively, the "Acceptable Forums"). Merchant Seller agrees that each of the Acceptable Forums is convenient to it, submits to the jurisdiction of any of the Acceptable Forums, and waives any and all objections to jurisdiction or venue in any of the Acceptable Forums. Should such proceeding be initiated in any other forum, Merchant Seller waives any right to oppose any motion or application made by Purchaser to transfer such proceeding to an Acceptable Forum. The parties each agree to (a) waive the right to punitive damages and (b) waive the right to trial by jury in any lawsuit brought pursuant to this paragraph.
27. **SEVERABILITY.** If any material provision or restriction contained in this Purchase Agreement shall be declared void or unenforceable under applicable law, the parties agree that such provision or restriction will be stricken, and this Purchase Agreement will continue in full force and effect.
28. **HEADINGS.** The headings in this Purchase Agreement are for convenience of reference only, are not deemed to constitute part of this Purchase Agreement and shall not limit or otherwise affect the construction of this Purchase Agreement. All references to the singular shall also include the plural, and references to the plural shall include the singular.
29. **EXECUTION IN COUNTERPARTS; ORIGINALS.** This Purchase Agreement may be executed in one or more counterparts, each of which shall be deemed to be an original and all of which together shall be deemed one and the same instrument. Facsimile and email signatures shall be deemed to be originals for all purposes.
30. **JURY TRIAL WAIVER.** THE PARTIES WAIVE TRIAL BY JURY IN ANY COURT IN ANY SUIT, ACTION, OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS PURCHASE AGREEMENT IS A PART OR THE ENFORCEMENT HEREOF OR OTHERWISE ALLEGING CLAIMS RELATED TO OR ARISING OUT OF THE PARTIES' BUSINESS RELATIONSHIP. THE PARTIES ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY, VOLUNTARILY, AND WITHOUT DURESS AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.
31. **CLASS ACTION WAIVER.** THE HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AS BEING AGAINST PUBLIC POLICY. TO THE EXTENT EITHER PARTY IS PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENTATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEY FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION (NOT WITHSTANDING ANY OTHER PROVISION IN THIS PURCHASE AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.
32. **NO PRESUMPTION AGAINST DRAFTER.** Merchant Seller hereby waives any rule of construction law that requires that ambiguities be construed against the drafter of this Purchase Agreement.

FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	Designated By:	SIGNATURE
KARA DIPIETRO	Kara DiPietro	
FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	Designated By:	SIGNATURE
KARA DIPIETRO	Kara DiPietro	

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial

Case ID: 190501349

DocuSign Envelope ID: 3A8B6F8E-7E3D-476F-8FAF-1D994C01E7FE

FAST ADVANCE FUNDING

Page 13 of 24

FAST ADVANCE FUNDING, INC.

Company Officer

SECURITY AGREEMENT

Security Interest. To secure Merchant Seller's performance obligations to Purchaser under the Agreement for the Purchase and Sale of Future Receivables (the "Purchase Agreement"), Merchant Seller hereby grants to Purchaser a security interest in: (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, royalties, and inventory, as those terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by Merchant Seller; and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral").

Cross-Collateral. To secure Merchant's payment and performance obligations to Purchaser under this Security Agreement (the "Security Agreement"), Merchant hereby grants Purchaser a security interest in any and all personal property in any form now or hereafter owned by Merchant-Seller as is or may be more fully described in any UCC filing made in connection with or relating to any agreement(s) between the Purchaser and Merchant-Seller relating to the purchase of future receivables (the "Additional Collateral"). Merchant understands that Purchaser will have a security interest in the aforesaid Additional Collateral upon execution of this Security Agreement.

Merchant Seller acknowledges and agrees that any security interest granted to Purchaser under any other agreement between Merchant Seller and Purchaser (the "Cross-Collateral") will secure the obligations hereunder and under the Purchase Agreement.

Merchant Seller agrees to execute any documents or take any action in connection with this Security Agreement that Purchaser deems necessary to perfect or maintain Purchaser's security interest in the Collateral, the Additional Collateral, and/or the Cross-Collateral, including, without limitation, the execution of any account control agreements. Merchant Seller hereby authorizes Purchaser to file any financing statement(s) deemed necessary by Purchaser to perfect or maintain Purchaser's security interest, which financing statement(s) may contain notification that merchant Seller has granted a negative pledge to Purchaser with respect to the Collateral, the Additional Collateral and/or the Cross-Collateral and that any subsequent lien or may be tortiously interfering with Purchaser's rights. Merchant Seller shall be liable for and Purchaser may charge and collect all costs and expenses, including, but not limited to, attorney fees, that Purchaser may incur in protecting, preserving, and/or enforcing Purchaser's security interest and rights.

Negative Pledge. Merchant Seller agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral and/or the Cross-Collateral, as applicable.

Consent to Enter Premises and Assign Lease. Purchaser shall have the right to cure Merchant Seller's default in the payment of rent on the following terms. In the event Merchant Seller is served with papers in an action against Merchant Seller for nonpayment of rent or for summary eviction, Purchaser may execute its rights and remedies under the Assignment of Lease. Merchant Seller also agrees that Purchaser may enter into an agreement with Merchant Seller's landlord giving Purchaser the right: (a) to enter Merchant Seller's premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and/or (b) to assign Merchant Seller's lease to another qualified Merchant Seller capable of operating a business comparable to Merchant Seller's at such premises.

Remedies. Upon any Event of Default under the Purchase Agreement, Purchaser may pursue any remedy available at law (including those available under the provisions of the UCC) or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise.

FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	(PRINT NAME/TITLE)	Executed by:	SIGNATURE	
KARA DIPIETRO		Kara Dipietro		←
FOR THE SELLER/MERCHANT (PRINT NAME/TITLE)	(PRINT NAME/TITLE)	Executed by:	SIGNATURE	
KARA DIPIETRO		Kara Dipietro		←

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial

Case ID: 190501349

DocuSign Envelope ID: 3A8B6F8E-7E3D-476F-B7AF-1D884C01E7FE

FAST ADVANCE
- FUNDING -

Page 14 of 24

ACKNOWLEDGEMENT OF RIGHT TO CONFESS JUDGMENT

AFFIANT(S): KARA DIPIETRO, individually and on behalf of the Merchant

OBLIGEE: Fast Advance Funding, Inc.

The undersigned has(have) executed, and/or is executing, one or more of the following instruments under which the Merchant is obligated to deliver Receivables (in the form of monetary payments) to Obligor and under which Affiant(s) has(have) agreed to personally guaranty Merchant's obligations to Obligor:

- I. Agreement for the Purchase and Sale of Future Receivables dated MAY 3, 2019, including, without limitations, Affiant's (or Affiants') Personal Guaranty(ies); and

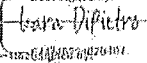
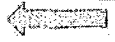
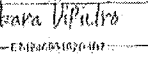
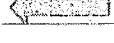
A. AFFIANT(S) ACKNOWLEDGE(S) AND AGREE(S) THAT THE ABOVE DOCUMENT(S) CONTAIN(S) PROVISIONS UNDER WHICH OBLIGEE MAY CONFESS JUDGMENT AGAINST THE MERCHANT AND AGAINST AFFIANT(S), AS GUARANTOR(S). BEING FULLY AWARE OF THE MERCHANT'S AND AFFIANT'S (AFFIANTS') RIGHTS TO PRIOR NOTICE AND A HEARING ON THE VALIDITY OF ANY JUDGMENT OR OTHER CLAIMS THAT MAY BE ASSERTED AGAINST THE MERCHANT AND/OR AGAINST AFFIANT(S) BY OBLIGEE THEREUNDER BEFORE JUDGMENT IS ENTERED, THE UNDERSIGNED HEREBY FREELY, KNOWINGLY, AND INTELLIGENTLY WAIVE(S) THESE RIGHTS AND EXPRESSLY AGREE(S) AND CONSENT(S) TO OBLIGEE'S ENTERING JUDGMENT AGAINST THE MERCHANT AND/OR AGAINST AFFIANT(S) BY CONFESSION PURSUANT TO THE TERMS THEREOF.

B. AFFIANT(S) ALSO ACKNOWLEDGE(S) AND AGREE(S) THAT THE ABOVE DOCUMENT(S) CONTAIN(S) PROVISIONS UNDER WHICH OBLIGEE MAY, AFTER ENTRY OF JUDGMENT, FORECLOSE UPON, ATTACH, LEVY, OR OTHERWISE SEIZE PROPERTY OR PROCEED AGAINST THE INTERESTS OF THE MERCHANT AND OF AFFIANT(S), IN PROPERTY (REAL OR PERSONAL) IN FULL OR PARTIAL PAYMENT OR SATISFACTION OF THE JUDGMENT OR JUDGMENTS AS PERMITTED BY THE LAWS OF THE COMMONWEALTH OF PENNSYLVANIA OR OTHER APPLICABLE JURISDICTION.

C. Affiant(s) hereby certify(ies) that the financial accommodations being provided by the Obligor are for a commercial transaction and not for personal, family, or household use, not in connection with a consumer credit transaction, and not part of a retail sales agreement or contract.

D. Affiant(s) acknowledge(s) that attached to this Acknowledgement of Right to Confess Judgment is a Praecipe to Enter Confession of Judgment and Assessment of Damages, the form of which Obligor may use in connection with confessing judgment against Merchant and/or Affiant(s) pursuant to the terms of the Purchase Agreement. Obligor may use the attached form or any form permitted or required (along with other documents permitted or required) by applicable law.

E. The statements made in this Acknowledgement of Right to Confess Judgment are made subject to the penalties of 18 Pa.C.S.A. § 4904 relating to unsworn falsification to authorities.

INDIVIDUALLY KARA DIPIETRO		SIGNATURE	
FOR MERCHANT SELLER KARA DIPIETRO		SIGNATURE	

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial

DocuSign
ID: 190501349

DocuSign Envelope ID: 3A880F0E-7E3D-470F-BFAF-1D904C01E7FE

FAST ADVANCE
- FUNDING -

Page 15 of 24

Fast Advance Funding, Inc.
20 N. 3rd Street
Philadelphia, PA 19106
(215) 922-2636

Attorneys for Plaintiff

FAST ADVANCE FUNDING, INC.

COURT OF COMMON PLEAS
PHILADELPHIA COUNTY

Plaintiff,

CIVIL ACTION

v.

No.:

HMC INCORPORATED,

and

KARA DIPIETRO, GUARANTOR,

Defendant.

PRAECIPE TO ENTER CONFESSION OF JUDGMENT AND ASSESSMENT OF DAMAGES

TO THE CLERK, OFFICE OF JUDICIAL RECORDS:

Please enter judgment in favor of Plaintiff Fast Advance Funding, Inc and against Defendant HMC INCORPORATED and Defendant KARA DIPIETRO, Guarantor, in the amount of \$356,472.50 less timely payments plus attorney fees, costs, expenses, and Interest allowed under the Agreement for the Purchase and Sale of Future Receivables.

Date: _____

By: _____
Attorneys for PlaintiffAssessment of Damages:

Undelivered Receivables	\$356,472.50 less timely payments made
Fees, Costs, Expenses	Calculated per the Agreement
Interest (at the rate of 6% per annum from date of default through date of filing, and continuing)	6% per annum
Attorney Fees (5% of Unpaid Receivables)	To be determined


TOTAL

TO BE DETERMINED AT TIME OF
FILING FOLLOWING DEFAULT

Date:

By: _____
Attorneys for Plaintiff

I hereby assess damages:

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3AB8CF8E-2E9D-476F-BFAF-10594C01E7FE

Page 16 of 24

ADVANCE FUNDING

Clerk, Office of Judicial Records

Lara DiPietro
ACKNOWLEDGED

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to Purchaser, Merchant Seller's performance of all of the representations, and warranties made by Merchant Seller in the Agreement for the Purchase and Sale of Future Receivables (the "Purchase Agreement"), as may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Guaranty and the Purchase Agreement.

Guarantor Waivers. In the event Merchant Seller violates its representations and warranties under or breaches the Purchase Agreement, Purchaser may enforce its rights under this Guaranty without first seeking to obtain payment from Merchant Seller, any/or other guarantor, or any Collateral, Additional Collateral, and/or Cross-Collateral Purchaser may hold pursuant to this Guaranty or any other guaranty.

Purchaser does not have to notify Guarantor of any of the following events, and Guarantor will not be released from its obligations under this Guaranty if he, she, or it is not notified of: (i) Merchant Seller's violation of the representations and warranties of the Purchase Agreement or any renewal, extension or other modification of the Purchase Agreement. In addition, Purchaser may take any of the following actions without releasing Guarantor from any of his, her, or its obligations under this Guaranty: (i) renew, extend, or otherwise modify the Purchase Agreement or Merchant Seller's other obligations to Purchaser; (ii) release Merchant Seller from its obligations to Purchaser; (iii) sell, release, impair, waive, or otherwise execute upon any collateral securing the Guaranteed Obligations; and/or (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantee of the Guaranteed Obligations in a manner that impairs or precludes the right of Guarantor to obtain reimbursement for payment under this Guaranty. Until all obligations are fulfilled under the Purchase Agreement and Merchant Seller's other obligations to Purchaser under the Purchase Agreement and this Guaranty are paid in full, Guarantor shall not seek reimbursement from Merchant Seller or any other guarantor for any amounts paid by it under this Guaranty. Guarantor permanently waives and shall not seek to exercise any of the following rights that he, she, or it may have against Merchant Seller, any other guarantor, or any collateral provided by Merchant Seller or any other guarantor, for any amounts paid by it, or acts performed by it, under this Guaranty: (i) subrogation; (ii) reimbursement; (iii) performance; (iv) indemnification; or (v) contribution. In the event Purchaser must return any amount paid by Merchant Seller or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Guaranty shall include that amount.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She/It understands the seriousness of the provisions of this Guaranty; (ii) He/She/It has had a full opportunity to consult with counsel of his/her/its choice; and (iii) He/She/It has consulted with counsel of his/her/its choice or has decided not to avail himself/herself/it of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Guaranty are joint and several.

WARRANT OF ATTORNEY TO CONFESS JUDGMENT

UPON THE OCCURRENCE OF AN EVENT OF DEFAULT BY GUARANTOR UNDER THIS GUARANTY, GUARANTOR IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD TO APPEAR FOR AND CONFESS JUDGMENT AGAINST GUARANTOR FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS GUARANTY OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEY FEES TO THE EXTENT PERMITTED BY LAW, GUARANTOR: (1) WAIVES THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNNS THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVES AND RELEASES ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION, OR APPEAL LAWS OF ANY STATE

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please Initial

DocuSign Envelope ID: 3A68B06E-7E3D-470F-BFAF-1D9B4C01E7FE

Page 17 of 24

KARA DIPITRO ADVANCE - FUNDING -


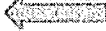
NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASES ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS GUARANTY, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL GUARANTY AS A WARRANT OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST GUARANTOR SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS GUARANTY SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS THERETOFORE BEEN CONFESSED ON MORE THAN ONE OCCASION FOR ALL OR ANY PART OF THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFESSED AGAINST GUARANTOR HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON GUARANTOR'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST GUARANTOR FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DONE SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS

Guarantor's Initials: _____

Guarantor's Initials: _____

Guarantor agrees and acknowledges that he/she/it has and had a relationship with Purchaser at its offices in Pennsylvania and that, with the exception of Purchaser's right to seek injunctive relief in any appropriate jurisdiction, any action by or against Purchaser arising out of or relating to this Guaranty or its business relationship with Guarantor shall be commenced and concluded in the Commonwealth of Pennsylvania under the venue and jurisdiction provisions of the Purchase Agreement.

If Guarantor is an entity, the individual executing this Guaranty on behalf of such entity guarantor represents and warrants that her or she has full authority to execute this Guaranty and to bind the entity on whose behalf he or she is executing this Guaranty.

GUARANTOR KARA DIPITRO	Digitally signed by Kara Dipitro	SIGNATURE	
GUARANTOR KARA DIPITRO	Digitally signed by Kara Dipitro	SIGNATURE	

DocuSign Envelope ID: 3AB80F8E-7E3D-470F-BFAF-1D894

ADVANCE FUNDING

Page 18 of 24

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) ("Authorization Agreement") is part of (and incorporated by reference into) the Agreement for the Purchase and Sale of Future Receivables ("Purchase Agreement"). You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes Purchaser to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Merchant Seller later identifies and is acceptable to Purchaser) (the "Designated Checking Account") in the disbursement amount set forth in the accompanying documents. This authorization is to remain in full force and effect until Purchaser has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford Purchaser and Merchant Seller's depository bank a reasonable opportunity to act on it.

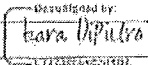
AUTOMATIC PAYMENT PLAN: Enrollment in Purchaser's Automatic Payment Plan is required for approval. By signing below, Merchant Seller agrees to enroll in the Automatic Payment Plan and authorizes Purchaser to collect payments required under the terms of Purchase Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the Purchase Agreement. Merchant Seller authorizes Purchaser to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was(were) not paid as provided in the payment schedule and any unpaid fees. This authorization is to remain in full force and effect until Purchaser has received written notification from Merchant of its termination in such time and in such manner as to afford Purchaser and Merchant Seller's depository bank a reasonable opportunity to act on it. Purchaser may suspend or terminate Merchant Seller's enrollment in the Automatic Payment Plan immediately if Merchant Seller fails to keep Merchant Seller's designated checking account in good standing or if there are insufficient funds in Merchant Seller's checking account to process any payment.

If Merchant Seller revokes the authorization or if Purchaser suspends or terminates Merchant Seller's enrollment in the Automatic Payment Plan, Merchant Seller still will be responsible for making timely payments pursuant to the alternative payment methods described in the Purchase Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Merchant Seller attests that the Designated Checking Account was established and is maintained for business purposes and not primarily for personal, family, or household purposes.

ACCOUNT CHANGES: Merchant Seller agrees promptly to notify Purchaser if there are any changes to the account and/or routing numbers of the Designated Checking Account.

MISCELLANEOUS: Purchaser is not responsible for any fees charged by Merchant Seller's bank as the result of credits or debits initiated under this Authorization Agreement. The origination of ACH transactions to Merchant's account must comply with the provisions of U.S. law.

Signature/Date		Date	5/3/2019
Bank Name	ON FILE		
City/State/Zip	ON FILE		
Routing Number	ON FILE		
Account Number	ON FILE		
Business Name on Account	ON FILE		
Address on Account	ON FILE		
Seller/Merchant Phone #	ON FILE		
Tax ID Number	ON FILE		
Email	ON FILE		

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please Initial

DocuSign Envelope ID: DABBBF8E-7E3D-470F-BFAF-1D004C01E7FE

FAST ADVANCE **- FUNDING -**

Page 19 of 24

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance (the "Business Cash Advance") evidenced by the Agreement for the Purchase and Sale of Future Receivables of this same date, the undersigned Merchant Seller makes the following statement under penalty of law:

PLEASE SIGN OPTION ONE OR TWO

OPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:

The Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name	
Name on Account	
Account Number	
Routing Number	
Fed ID number associated with this account	
Name associated with this account	
Phone number of person whose name is associated with this account	
Bank Name	
Name on Account	
Account Number	
Routing Number	
Fed ID number associated with this account	
Name associated with this account	
Phone number of person whose name is associated with this account	
Bank Name	
Name on Account	
Account Number	
Routing Number	
Fed ID number associated with this account	
Name associated with this account	
Phone number of person whose name is associated with this account	
Bank Name	
Name on Account	
Account Number	
Routing Number	
Fed ID number associated with this account	
Name associated with this account	
Phone number of person whose name is associated with this account	

* attach additional pages if necessary.

Signature	5/3/2019	←
Date		
Signature	5/3/2019	←
Date		

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Signature	Date	←
Signature	Date	

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please Initial

DocuSign Envelope ID: 3A3B6F8E-7E3D-478F-8FAF-1C8B4C01E7FE

FAST ADVANCE

- FUNDING -

Page 20 of 24

TRADE REFERENCES

Please provide a list of 3-5 professional references

Name	
Phone Number	
Email Address	

Name	
Phone Number	
Email Address	

Name	
Phone Number	
Email Address	

Name	
Phone Number	
Email Address	

Name	
Phone Number	
Email Address	

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Case ID: 190501349
Please Initial

DocuSign Envelope ID: 3AB86F8E-7E3D-478F-BFAF-1D9D4C01E7FE

Page 21 of 24

ADVANCE

- FUNDING -

AUTHORIZATION TO RESUME ACH DEBITING FORM

NAME OF SELLER/MERCHANT:	
--------------------------	--

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account:

Account #: _____ Routing #: _____

Account Type (select one): ☒ Checking ☐ Savings

Account Class (select one): ☐ Consumer Account ☐ Business Account


Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling my ACH authorizations does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

NAME OF BANK:		DATE:	5/3/2019
CUSTOMER PRINTED NAME:	<small>Discipline Key:</small> Kara Dufre		
CUSTOMER CONTACT TELEPHONE #			

20 N 3rd Street, Philadelphia, PA 19106
 Office: 215-922-2636 | Fax: 888-305-7562

Please Initia  Case ID: 190501349

DocuSign Envelope ID: 6FE86BFF-6947-48C2-802D-C3F0261A8179



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

On the _____ day of _____, in the year 2018, before me, the undersigned Notary Public in and for said state, personally appeared KARA DIPIETRO, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that she/he executed the same in her/his capacity, and that by her/his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC



DocuSign Envelope ID: 3A8B8F3E-7E3D-478F-8EAF-1D384C01E7FE

Page 22 of 24

FAST ADVANCE

- FUNDING -

Dear Client:

Thank you for accepting this offer from Fast Advance Funding, Inc. We look forward to being your factoring partner for as long as you need.

Daily ACH Program:

Fast Advance Funding will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.


Please be assured that we carefully safeguard your confidential information and only essential personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

****Be sure to indicate capital or lower-case letters.**

NAME OF BANK:
TO
BANK PORTAL WEBSITE:
USERNAME:
ON FILE
PASSWORD:
ON FILE
SECURITY QUESTION/ANSWER 1
SECURITY QUESTION/ANSWER 2
SECURITY QUESTION/ANSWER 3
ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS:

20 N 3rd Street, Philadelphia, PA 19106
Office: 215-922-2636 | Fax: 888-305-7562

Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3A8B8F8E-7E3D-476F-BFAF-1D994C01E7FE

FAF ADVANCE

- FUNDING -

Page 23 of 24


SCHEDULE A: FEE STRUCTURE

1. Origination Fee: \$2,995.00 to cover underwriting and related expenses
2. ACH Program Fee - WAIVED -- The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs;
3. NSF Fee - \$75.00 (each) - 1p to FOUR TIMES ONLY before a default is declared;
4. Rejected ACH - \$100.00 -- If a merchant directs the bank to reject our debit ACH;
5. Bank Change Fee - \$50.00 -- If a merchant requires a change of account to be debited requiring us to adjust our system;
6. Blocked Account - \$250.00 -- If a merchant blocks FAF's ACH debit of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank accounts or credit-card processors to process its receipts;
7. Default Fee - \$500.00 default fee -- If a merchant changes bank accounts or switches to another credit card processor without FAF's consent, or commits another default pursuant to the Purchase Agreement;
8. Collections Expense -- In the event of default, Merchant Seller shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred.
9. Miscellaneous Service Fees -- Merchant Seller shall pay certain fees for services related to the origination and maintenance of accounts. Each Merchant shall receive their funding electronically to their designated bank account and will be WAIVED for a Fed Wire. The current charge for the underwriting, UCC, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with FAF. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
10. Risk Assessment Fee - WAIVED
11. UCC Fee -- WAIVED

NAME: KARA DIPIETRO	DEBITOR MERCHANT SIGNATURE: <i>Kara DiPietro</i> (PRINTED NAME)	←
NAME: KARA DIPIETRO	DEBITOR MERCHANT SIGNATURE: <i>Kara DiPietro</i> (PRINTED NAME)	←

HMC INCORPORATED and KARA DIPIETRO

 20 N 3rd Street, Philadelphia, PA 19106
 Office: 215-922-2636 | Fax: 888-305-7562

 Please Initial  Case ID: 190501349

DocuSign Envelope ID: 3A5B8F8E-7E3D-470F-BFAF-1D904C01E7FE

Page 24 of 24

77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

MAY 3, 2019

NOTICE OF SALE, ASSIGNMENT, and TRANSFER

Dear Account Debtor of HMC INCORPORATED:

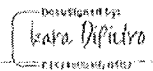
This letter is to notify you that on MAY 3, 2019, HMC INCORPORATED entered into an Agreement for the Purchase and Sale of Future Receivables (the "Purchase Agreement") with Fast Advance Funding ("FAF"). Under the terms of the Purchase Agreement, HMC INCORPORATED sold, assigned, and transferred to FAF all of HMC INCORPORATED's right, title, and interest in and to HMC INCORPORATED's future receipts, accounts, and contract rights arising from or relating to the payment of monies payable from you to HMC INCORPORATED (collectively, the "Receivables"). As such, FAF is the absolute owner of the Receivables, and HMC INCORPORATED no longer has any right, title, or interest in or to the Receivables.

FAF's is the absolute owner of the Receivables regardless of any Uniform Commercial Code financing statement that may have been filed by FAF or any other entity with respect to the Receivables.

FAF may provide you with a copy of this signed letter as proof of HMC INCORPORATED's sale, assignment, and transfer of the Receivables to FAF and of FAF's absolute ownership of the Receivables. Upon your receipt of a copy of this letter from FAF, you are authorized to deliver to FAF Receivables due from you to HMC INCORPORATED (absent the sale, assignment, and transfer made under the Purchase Agreement) in the amount indicated by FAF.

The undersigned represents that he/she is authorized to sign this letter on behalf of HMC INCORPORATED and to bind HMC INCORPORATED.

Very truly yours,

Designated by:

 (Type name, if different)

By: KARA DIPIETRO

Printed Name

Title

cc: Fast Advance Funding.

Please Initial

Please Initial

Case ID: 190501349

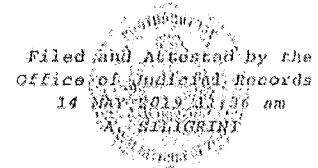


EXHIBIT "C"

DocuSign Envelope ID: F3B3A3AC-488F-44C1-B804-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-803-4886

ACKNOWLEDGEMENT

I, KARA DIPIETRO, hereby acknowledge:

- There has been no promise of additional capital in 30 days from funding by CBSG or any ISO (broker).
 - Our policy is that merchants can seek additional capital from us when they have paid 55% of the Receipts Purchased Amount.
- That CBSG does not permit outside fees and that no one has discussed additional fees with me. The fee amount for this agreement is **STO BE DETERMINED**, which will be held back from the funding amount.
- There has not been and will not any contact from Third Party debt companies regarding this Factoring Agreement dated FEBRUARY 27, 2019.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.


 Signature

2/27/2019

Date

I, KARA DIPIETRO, hereby acknowledge:

- Additional Funding/"Stacking" Fee: 15% of Advance Amount – If the MERCHANT/GUARANTOR takes additional funding at any point after being funded by CBSG, without prior notice to and consent by CBSG, a fee amounting to 15% of the amount of the advance shall automatically be added to the payback amount of the advance. CBSG reserves the right to declare the account in default, at any point after learning such "stacking" has occurred; regardless of the payments made by the MERCHANT/GUARANTOR, with the filing of the Confession of Judgement in a court of competent jurisdiction.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.


 Signature

2/27/2019

Date

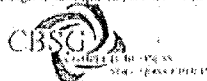
EMAIL ADDRESS: k.dipietro@hmcincorporated.com

PRIMARY PHONE NUMBER: 410-340-1523

SECONDARY PHONE NUMBER: 410-309-0729



DocuSign Envelope ID: E38A3A4C-408F-44C1-80D4-6187B058BA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-4886

FACTORING AGREEMENT

Dated the 27th day of FEBRUARY, 2019 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

D/B/A: HMC INCORPORATED

Type of entity (check one) ☒ Corporation ☐ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 77198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 77198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 52-2805467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights, and obligations due to Seller/Merchant that arise from or relate to the payment of monies to Seller/Merchant from Seller/Merchant's customers and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of Seller/Merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depository account acceptable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliation. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remain in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or no event of default. (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections I and II of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$1,350,000.00 Specified Percentage: 10% Daily Specified Amount begins at \$4,533.80 per day and increases based on percentage of Income Receipts Purchased Amount: \$3,620,000.00

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 1 THROUGH 12 HEREOF ARE HEREBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT
By: KARA DIPETRO, OWNER
Name and Title

Executed by:
X Kara Dipetro
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT
By: KARA DIPETRO, OWNER
Name and Title

Executed by:
X Kara Dipetro
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon his/her or its execution of the Agreement to all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officer(s)/Owner(s) authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant in any of its Owners for the purpose of this Agreement, and (ii) pull credit report at any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION.

(19)

DocuSign Envelope ID: E3BA3AAC-48BF-44C1-8804-B1B7B056BBA53



FACTORING AGREEMENT TERMS AND CONDITIONS

1. GENERAL TERMS OF AGREEMENT (MUTUAL REPRESENTATIONS AND WARRANTIES)

1.1 Electronic Fund Transfer. Upon request from PURCHASER ("hereinafter CBSG or Purchaser") Seller/Merchant ("hereinafter Merchant") shall execute such forms or agreements acceptable to PURCHASER, with bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER, and/or its authorized agent with all the information, authorization and passwords necessary for verifying Merchant's receivable, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the SPECIFIED DAILY AMOUNT by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.2 Deposit Agreement. Seller/Merchant shall execute an agreement (the "Deposit Agreement") acceptable to PURCHASER, with a bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER and/or its authorized agent with all of the information, authorizations and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account. Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the specified percentages by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.3 Term of Agreement. This Agreement shall have a term as set forth above. Upon the expiration of the term, this Agreement shall automatically renew for successive similar terms, provided, however, that during the renewal term(s) Merchant may terminate this Agreement upon ninety days' prior written notice (effective upon receipt) to PURCHASER. The termination of this Agreement shall not affect Merchant's responsibility to satisfy all outstanding obligations to PURCHASER at the time of termination.

1.4 Future Purchases. PURCHASER reserves the right to rescind the offer to make any purchase payments hereunder, in its sole discretion.

1.5 Financial Condition. Merchant authorizes PURCHASER and its agents to investigate their financial responsibility and history, and will provide to PURCHASER any bank or financial statements, tax returns, etc., as PURCHASER deems necessary prior to or at any time after execution of this Agreement. A photocopy of this authorization will be deemed as acceptable for release of financial information. PURCHASER is authorized to update such information and financial profiles from time to time as it deems appropriate.

1.6 Transactional History. Merchant authorizes their bank to provide PURCHASER with Merchant's banking or processing history in determining qualification or continuation in this program.

1.7 Indemnification. Merchant jointly and severally indemnify and hold harmless Processor, its officers, directors and shareholders against all losses, damages,

claims, liabilities and expenses (including reasonable attorney's fees)

incurred by Processor resulting from (a) claims asserted by PURCHASER for monies owed to PURCHASER from Merchant and (b) actions taken by Processor in reliance upon information or instructions provided by PURCHASER.

1.8 No Liability. In no event will CBSG be liable for any claims asserted by Merchant under any legal theory for lost profits, lost revenues, lost business opportunities, exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant.

1.9 Reliance on Terms. Section 1.1, 1.7, 1.8 and 2.5 of this Agreement are agreed to for the benefit of Merchant, PURCHASER and Processor, and notwithstanding the fact that Processor is not a party to this Agreement, Processor may rely upon their terms and raise them as a defense in any action.

1.10 Sale of Receipts. Merchant and CBSG agree that the Purchase Price under this Agreement is in exchange for the Purchased Amount and that such Purchase Price is not intended to be, nor shall it be construed as a loan from PURCHASER to Merchant. Merchant agrees that the Purchase Price is in exchange for Future Receipts pursuant to this Agreement equals the fair market value of such Receipts. PURCHASER has purchased and shall own all the Receipts described in this Agreement up to the full Purchased Amount as the Receipts are created. Payments made to PURCHASER with respect to the full amount of the Receipts shall be conditioned upon Merchant's sale of products and services and the payment therefor by Merchant's customers in the manner provided in Section 1.1. IN NO EVENT SHALL THE AGGREGATE OF THE AMOUNTS RECEIVED BE DEEMED AS INTEREST HEREUNDER. In the event that a court determines that PURCHASER has charged or received interest hereunder, and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and PURCHASER shall promptly refund to Merchant any interest received by PURCHASER in excess of the maximum lawful rate, it being intended that Merchant not pay or contract to pay, and that PURCHASER not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant under applicable law. MERCHANT ACKNOWLEDGES THAT PENNSYLVANIA LAW APPLIES TO THE WITHIN AGREEMENT.

1.11 Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes PURCHASER to initiate one or more ACH debits at the specified "Daily Retrieval Rate" from the Account as an approximation of the base payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables, to reconcile the daily payments made against the Specified Percentage, permitting PURCHASER to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

1.12 Power of Attorney. Merchant irrevocably appoints PURCHASER as its agent and attorney-in-fact with full authority to take any action or execute any instrument or document to settle all obligations due to PURCHASER from Processor, or in the case of a violation by Merchant of Section 1.12 or the occurrence of an Event of Default under Section 4 hereof, from

Merchant, under this Agreement, including without limitation (i) to obtain and adjust insurance; (ii) to collect monies due or to become due under or in respect of any of the Collateral; (iii) to receive, endorse and collect any checks, notes, drafts, instruments, documents or chattel paper in connection with clause (i) or clause (ii) above; (iv) to sign Merchant's name on any invoice, bill of lading, or assignment directing customers or account debtors to make payment directly to PURCHASER; and (v) to file any claims or take any action or institute any proceeding which PURCHASER may deem necessary for the collection of any of the unpaid Purchased Amount from the Collateral, or otherwise to enforce its rights with respect to payment of the Purchased Amount.

1.13 Protections Against Default. Merchant represents and warrants that it will not violate Conditions (a) through (c) below and in the event of default hereunder the following Protections 1 through 8 may be invoked by PURCHASER, immediately and without notice to Merchant in the event: (a) Merchant takes any action to discourage the use of electronic check processing that are settled through Processor, or permits any event to occur that could have an adverse effect on the use, acceptance, or authorization of checks for the purchase of Merchant's services and products including but not limited to direct deposit of any checks into a bank account without scanning into the PURCHASER electronic check processor; (b) Merchant changes its arrangements with Processor in any way that is adverse to PURCHASER; (c) Merchant changes the electronic check processor through which the Receipts are settled from Processor to another electronic check processor, or permits any event to occur that could cause diversion of any of Merchant's check transactions to another processor; (d) Merchant interrupts the operation of this business (other than adverse weather, natural disasters or acts of God) transfers, moves, sells, disposes, transfers or otherwise conveys its business or assets without (i) the express prior written consent of PURCHASER, and (ii) the written agreement of any purchaser or transferee to the assumption of all of Merchant's obligations under this Agreement pursuant to documentation satisfactory to PURCHASER; or (e) Merchant takes any action, fails to take any action, or offers any incentive—economic or otherwise—the result of which will be to induce any customer or customers to pay for Merchant's services with any means other than checks that are settled through Processor. These protections are in addition to any other remedies available to PURCHASER at law, in equity or otherwise pursuant to this Agreement.

Protection 3. The full uncollected Purchase Amount plus all fees due under this Agreement and the attached Security Agreement become due and payable in full immediately.

Protection 2. Upon breach of ANY MATERIAL PROVISION OR BREACH OF REPRESENTATIONS AND WARRANTIES in this Agreement, PURCHASER may cause that confession of judgment (judgment) with the Clerk of the Court and execute thereon.

Protection 3. Purchaser may enforce its security interest in the Collateral identified in Article III hereof.

Protection 4. The entire Unpaid Purchase Amount shall become immediately refundable to PURCHASER from Merchant.

Protection 5. Purchaser may proceed to protect and enforce its rights and remedies by lawsuit. In any such lawsuit, in which Purchaser shall recover judgment against Merchant, Merchant shall be liable for the full

20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-9886

DocuSign Envelope ID: E3B43AAC-486F-44C1-B187B05B9A53



costs of PURCHASER'S legal action, including all reasonable attorneys' fees and court costs.

Protection 6. Merchant shall, upon execution of this Agreement, deliver to PURCHASER an executed assignment of lease of Merchant's premises in favor of CBSG. Upon breach of any provision in this paragraph 1.13, PURCHASER may exercise its rights under such assignment of lease.

Protection 7. PURCHASER may debit Merchant's depository accounts wherever situated by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant's bank account.

Protection 8. In the event Merchant changes or permits the change of the Processor approved by CBSG, or adds an additional Processor, in violation of Section 1.11 above, CBSG shall have the right, without waiving any of its rights and remedies and without notice to Merchant, to notify the new or additional Processor of the sale of the Receipts hereunder and to direct such new or additional Processor to make payment directly to CBSG of all or any portion of the amount received by such Processor.

1.14 Protection of Information. Merchant and each person signing this Agreement on behalf of Merchant and/or as Owner, in respect of himself or herself personally, authorizes PURCHASER to disclose information concerning Merchant's and each Owner's credit standing (including credit bureau reports that PURCHASER obtains) and business conduct only to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner hereby waives to the maximum extent permitted by law any claims for damages against PURCHASER or any of its affiliates relating to any (i) investigation undertaken by or on behalf of PURCHASER as permitted by this Agreement or (ii) disclosure of information as permitted by this Agreement.

1.15 Confidentiality. Merchant understands and agrees that the terms and conditions of the products and services offered by PURCHASER, including this Agreement and any other PURCHASER documents (collectively, "Confidential Information") are proprietary and confidential information of PURCHASER. Accordingly, unless disclosure is required by law or court order, Merchant shall not disclose Confidential Information of PURCHASER to any person other than its attorney, accountant, financial advisor or employee of Merchant who needs to know such information for the purpose of advising Merchant ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant and first agrees in writing to be bound by the terms of this Section 1.15.

1.16 DUBIA'S. Merchant hereby acknowledges and agrees that PURCHASER may be using "doing business as" or "dba" names in connection with various matters relating to the transaction between PURCHASER and Merchant, including the filing of UCC-1 financing statements and other notices or filings.

II. MERCHANT REPRESENTATIONS, WARRANTIES AND COVENANTS Merchant represents, warrants and covenants that as of this date and during the term of this Agreement:

2.1 Financial Condition and Financial Information. Bank and financial statements and other documents furnished to PURCHASER, fairly represent the financial condition of Merchant at such times. Merchant has a continuing, affirmative obligation to advise PURCHASER of any material or adverse

change in its financial condition, operation or ownership. PURCHASER may request statements at any time during the performance of this Agreement and the Merchant shall provide them to PURCHASER within 5 business days. Merchant's failure to do so is a material breach of this Agreement.

2.2 Governmental Approvals. Merchant is in compliance and shall comply with all laws and has valid permits, authorizations and licenses to own, operate and lease its properties and to conduct the business in which it is presently engaged.

2.3 Authorization. Merchant, and the person(s) signing this Agreement on behalf of Merchant, have full power and authority to incur and perform the obligations under this Agreement, all of which have been duly authorized.

2.4 Insurance. Merchant will maintain business-interruption insurance naming CBSG as loss payee and additional insured in amounts and against risks as are satisfactory to PURCHASER and shall provide PURCHASER proof of such insurance upon request.

2.5 Electronic Check Processing Agreement. Merchant will not change its processor, add terminals, change its financial institution or bank account(s) or take any other action that could have any adverse effect upon Merchant's obligations under this Agreement, without PURCHASER'S prior written consent. Any such change shall be a material breach of this Agreement.

2.6 Change of Name or Location. Merchant will not conduct Merchant's businesses under any name other than as disclosed to the Processor and PURCHASER or change any of its places of business.

2.7 Daily Batch Out. Merchant will batch out receipts with the Processor on a daily basis.

2.8 Estoppel Certificate. Merchant will at any time, and from time to time, upon at least one (1) day's prior notice from PURCHASER to Merchant, execute, acknowledge and deliver to PURCHASER and/or to any other person, person firm or corporation specified by PURCHASER, a statement certifying that this Agreement is unmodified and in full force and effect (or, if there have been modifications, that the same is in full force and effect as modified and stating the modifications) and stating the dates which the Purchased Amount or any portion thereof has been repaid.

2.9 No Bankruptcy. As of the date of this Agreement, Merchant does not contemplate and has not filed any petition for bankruptcy protection under Title 11 of the United States Code and there has been no involuntary petition brought or pending against Merchant. Merchant further warrants that it does not anticipate filing any such bankruptcy petition and it does not anticipate that an involuntary petition will be filed against it. In the event that the Merchant files for bankruptcy protection or is placed under an involuntary filing protection, Sections 2 and 3 are immediately invoked.

2.10 Working Capital Funding. Merchant shall not enter into any arrangement, agreement or commitment that relates to or involves the Receipts, whether in the form of a purchase of, a loan against, collateral against the sale or purchase of Receipts against, Receipts or future check sales with any party other than PURCHASER.

2.11 Unencumbered Receipts. Merchant has good, complete and marketable title to all Receipts, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages, security interests, equities, pledges and encumbrances

20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-4886

of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated with, or adverse to the interests of PURCHASER.

2.12 Business Purpose. Merchant is a valid business in good standing under the laws of the jurisdictions in which it is organized under agencies, and Merchant is entering into this Agreement FOR BUSINESS PURPOSES ONLY and not as a consumer for personal, family or household purposes.

2.13 Default under Other Contracts. Merchant's execution of and/or performance under this Agreement will not cause or create an event of default by Merchant under any contract with another person or entity.

2.14 3rd Party Negotiators with Respect to This Agreement and the Obligations Herein. Merchant hereby agrees not to retain any 3rd party negotiators, consultants, or credit relief agencies with regard to its obligations under the terms of this Agreement. Merchant will maintain and allow direct communication with PURCHASER at all times during the course of this Agreement and shall not engage any 3rd party to negotiate its obligations as stated in this Agreement. Should Merchant violate this subsection 2.14, Merchant will be liable for the additional fee as specified in the attached Appendix A.

III. EVENTS OF BREACH OF REPRESENTATIONS, WARRANTIES, AND COVENANTS AND REMEDIES

3.1 Events of Breach of Representations, Warranties and Covenants. The occurrence of any of the following events shall constitute an "Event of a Breach of Representations, Warranties, and Covenants" hereunder: (a) Merchant shall violate any term or covenant in this Agreement; (b) Any representation or warranty by Merchant in this Agreement shall prove to have been incorrect, false or misleading in any material respect when made; (c) Merchant shall admit in writing its inability to pay its debts, or shall make a general assignment for the benefit of creditors; or any proceeding shall be instituted by or against Merchant seeking to reorganize it as a bankrupt or insolvent, or seeking reorganization, arrangement, adjustment, or composition of it or its debts; (d) the sending of notice of termination by MERCHANT; (e) Merchant shall transport, move, interrupt, suspend, dissolve or terminate its business; (f) Merchant shall transfer or sell all or substantially all of its assets; (g) Merchant shall make or send notice of any intended bulk sale or transfer by Merchant; (h) Merchant shall use multiple depository accounts without the prior written consent of PURCHASER; (i) Merchant shall change its depository account without the prior written consent of PURCHASER; (j) Merchant shall perform any act that reduces the value of any Collateral granted under this Agreement; (k) Merchant shall engage a third party to renegotiate the terms of this Agreement on Merchant's behalf; (l) Merchant shall engage a third party in an attempt to cease direct communication and/or contact with PURCHASER; or (m) Merchant shall default under any of the terms, covenants and conditions of any other agreement with PURCHASER.

3.2 Remedies. In case any Event of a Breach of Representations, Warranties and Covenants, Default occurs and is not waived pursuant to Section 3.4 hereof, PURCHASER may proceed to protect and enforce its rights or remedies by suit in equity or by action at law, or both, whether for the specific performance of any covenant, agreement or other provision contained

Page 18

Merchant Initials

Merchant Initials

Case ID: 190501349

DocuSign Envelope ID: E38A3AAC-460F-44C1-8004-B1B7B056BA53



herein, or to enforce the discharge of Merchant's obligations hereunder or any other legal or equitable right or remedy. IN THE EVENT OF VIOLATION OF THE REPRESENTATIONS AND WARRANTIES BY MERCHANT, PURCHASER may also file a Complaint in Confession of Judgment pursuant to the Warrant of Attorney contained herein. All rights, powers and remedies of PURCHASER in connection with this Agreement may be exercised at any time by PURCHASER after the occurrence of an Event of Default, *as alternative and not exclusive*, and shall be in addition to any other rights, powers or remedies provided by law or equity.

3.3 Consent to Sub/Transfer of interest: In event of MERCHANT's breach of warranties, covenants and representations under this Agreement, Merchant consents to PURCHASER's sale or transfer of its remaining interests in MERCHANT's receivables to a third party buyer of defaulted financial obligations and instruments. More specifically, MERCHANT recognizes PURCHASER's authority to sell its interests in said receivables to New York Unity Factor, LLC ("NYUF") which MERCHANT authorizes to pursue legal remedies in NYUF's home State of New York in the event of a breach of the warranties, covenants, and representations stated under this Agreement.

3.4 WARRANT OF ATTORNEY TO CONFESS JUDGMENT: UPON THE OCCURRENCE OF A VIOLATION OF THE REPRESENTATIONS AND WARRANTIES MADE HERETOFORE BY MERCHANT, MERCHANT IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD, TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS MERCHANT AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT, FOR LIEN PRIORITY PURPOSES, EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEY'S COLLECTION FEES, WITH THE ACTUAL AMOUNT OF ATTORNEY'S FEES AND COSTS TO BE DETERMINED IN ACCORDANCE WITH THE SECTION OF THIS MERCHANT AGREEMENT "ATTORNEY'S FEES AND COLLECTION COSTS," TO THE EXTENT PERMITTED BY LAW, MERCHANT: (1)

WAIVE THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNATE THE SAME, AUTHORIZE THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVE AND RELEASE ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASE ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS MERCHANT AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF

PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT AGREEMENT AS A WARRANT OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS BUSINESS CASH ADVANCE AND SECURITY AGREEMENT SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS THEREFORE BEEN CONFERRED ON MORE THAN ONE OCCASION FOR THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFERRED AGAINST THE MERCHANT HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

3.4 NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY MERCHANT IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE MERCHANT AND THE MERCHANT'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

3.5 Costs: Merchant shall pay to PURCHASER all reasonable costs associated with (a) a breach by Merchant of the Covenants in this Agreement and the enforcement thereof, and (b) the enforcement of PURCHASER'S remedies set forth in Section 3.2 above, including but not limited to court costs and attorneys' fees.

3.6 Required Notifications: Merchant is required to give PURCHASER written notice within 24 hours of any filing under Title 11 of the United States Code. Merchant is required to give PURCHASER seven days' written notice prior to the closing of any sale of all or substantially all of the Merchant's assets or stock.

IV. MISCELLANEOUS

4.1 Modification; Agreements: No modification, amendment, waiver or consent of any provision of this Agreement shall be effective unless the same shall be in writing and signed by PURCHASER.

4.2 Assignment: PURCHASER may assign, transfer or sell its rights to receive the Purchased Amount or delegate its duties hereunder, either in whole or in part.

4.3 Notices: All notices, requests, consent, demands and other communications hereunder shall be delivered

20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-4886

by certified mail, return receipt requested, to the respective parties to this Agreement at the addresses set forth in this Agreement and shall become effective only upon receipt.

4.3 Waiver Remedies: No failure on the part of PURCHASER to exercise, and no delay in exercising, any right under this Agreement shall operate as a waiver thereof, nor shall any single or partial exercise of any right under this Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

4.5 Merchant/Guarantor(s) barred from transfer: This Agreement shall be binding upon and inure to the benefit of Merchant, PURCHASER and their respective successors and assigns, except that Merchant shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of PURCHASER which consent may be withheld in PURCHASER'S sole discretion. PURCHASER reserves the right to assign this Agreement with or without prior written notice to Merchant or Guarantor(s).

4.6 Governing Law/Jurisdiction/Venue for disputes: All signatories to this Agreement consent that this Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania, without regard to any applicable principles of conflict of law. Any suit, action or proceeding arising hereunder, or the interpretation, performance or breach hereof, shall, if PURCHASER so elects, be instituted in the Court of Common Pleas, Philadelphia County, Federal Court for the Eastern District of Pennsylvania, or the Philadelphia County Municipal Court, (the "Acceptable Forums"). Merchant agrees that the Acceptable Forums are convenient to it, and submits to the jurisdiction of the Acceptable Forums and waives any and all objections to jurisdiction or venue. Should such proceeding be initiated in any other forum, Merchant waives any right to oppose any motion or application made by PURCHASER to transfer such proceeding to an Acceptable Forum.

4.7 Survival of Representation, etc. All representations, warranties and covenants herein shall survive the execution and delivery of this Agreement and shall continue in full force until all obligations under this Agreement shall have been satisfied in full and this Agreement shall have terminated.

4.8 Severability: In case any of the provisions in this Agreement is found to be invalid, illegal or unenforceable in any respect, the validity, legality and enforceability of any other provision contained herein shall not in any way be affected or impaired.

4.9 Entire Agreement: Any provision hereof prohibited by law shall be ineffective only to the extent of such prohibition without invalidating the remaining provisions hereof. This Agreement and Security Agreement hereto embody the entire agreement between Merchant and PURCHASER and supersede all prior agreements and understandings relating to the subject matter hereof.

4.10 JURY TRIAL WAIVER: THE PARTIES HERETO WAIVE TRIAL BY JURY IN ANY COURT IN ANY SUIT, ACTION OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS AGREEMENT IS A PART OR THE

DocuSign Envelope ID: E3BA3AAC-482F-44C1-B004-B1B7B05B3A53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 886-803-4886

ENFORCEMENT HEREOF, THE PARTIES HERETO ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY AND VOLUNTARILY AND WITHOUT DURESS, AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.

4.11 CLASS ACTION WAIVER. THE PARTIES HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AGAINST PUBLIC POLICY. TO THE EXTENT EITHER PARTY IS PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENTATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEYS' FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION (NOT WITHSTANDING ANY OTHER PROVISION IN THIS AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.

4.12 Counterparts & Facsimile/Email Signatures. This Agreement may be executed in any number of counterparts each of which shall be deemed to be an original, all of which together shall be deemed one and the same instrument. Further, facsimile and email signatures shall be deemed to be originals for all purposes.

DocuSign Envelope ID: E38A3AAC-486F-44C1-BB04-B1B7D958BA53



20 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-4886

Seller/Merchant's Legal Name: HMC INCORPORATED DBA HMC INCORPORATED

Physical Address: 77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

FBD ID # (Merchant): 52-2085467

SECURITY AGREEMENT

Security Interest. To secure SELLER/MERCHANTS'S performance obligations to PURCHASER under the "Factoring Agreement", SELLER/MERCHANT hereby grants to PURCHASER a security interest in (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, and inventory, as those terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by SELLER/MERCHANT; and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral")

Cross-Collateral. To secure MERCHANT'S payment and performance obligations to PURCHASER under this Security Agreement (the "Agreement"), MERCHANT hereby grants PURCHASER a security interest in ___ (the "Additional Collateral"). MERCHANT understands that PURCHASER will have a security interest in the aforesaid Additional Collateral upon execution of this Agreement.

SELLER/MERCHANT acknowledge and agree that any security interest granted to PURCHASER under any other agreement between SELLER/MERCHANT and PURCHASER (the "Cross-Collateral") will secure the obligations hereunder and under the FACTORING Agreement.

SELLER/MERCHANT agrees to execute any documents or take any action in connection with this Agreement as PURCHASER deems necessary to perfect or maintain PURCHASER'S first priority security interest in the Collateral, the Additional Collateral and the Cross-Collateral, including the execution of any *assignment of control* agreements. SELLER/MERCHANT hereby authorizes PURCHASER to file any financing statements deemed necessary by PURCHASER to perfect or maintain PURCHASER'S security interest, which financing statement may contain notification that SELLER/MERCHANT have granted a negative pledge to PURCHASER with respect to the Collateral, the Additional Collateral and the Cross-Collateral, and that any subsequent lien or may be tortuously interfering with PURCHASER'S rights. SELLER/MERCHANT shall be liable for and PURCHASER may charge and collect all costs and expenses, including but not limited to attorney's fees, which may be incurred by PURCHASER in protecting, preserving and enforcing PURCHASER'S security interest and rights.

Negative Pledge. SELLER/MERCHANT agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral or the Cross-Collateral, as applicable.

Consent to Enter Premises and Assign Lease. PURCHASER shall have the right to cure SELLER/MERCHANT default in the payment of rent on the following terms. In the event SELLER/MERCHANT is served with papers in an action against SELLER/MERCHANT for nonpayment of rent or for summary eviction, PURCHASER may execute its rights and remedies under the Assignment of Lease. SELLER/MERCHANT also agrees that PURCHASER may enter into an agreement with SELLER/MERCHANT landlord giving PURCHASER the right: (a) to enter SELLER/MERCHANT'S premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and (b) to assign SELLER/MERCHANT'S lease to another qualified SELLER/MERCHANT capable of operating a business comparable to SELLER/MERCHANT at such premises.

Remedies. Upon any Event of Default, PURCHASER may pursue any remedy available at law (including those available under the provisions of the UCC), or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise.

SELLER/MERCHANT
BY: KARA DIPIETRO, OWNER

Witnessed by
Kara DiPietro
(Print Name and Signature)

DocuSign Envelope ID: E38AJAAC-486F-44C1-8804-81B7B3D5B5A53



20 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-803-6886

DISCLOSURE FOR CONFESSION OF JUDGMENT

AFFIANT: KARA DIPIETRO

OBLIGEE: Complete Business Solutions Group, Inc. d/b/a Pay Funding

The undersigned have executed, and/or is executing, on even date herewith, one or more of the following instruments under which the Merchant is obligated to repay monies to Obligor:

1. Factoring Agreement dated FEBRUARY 27, 2019; and

A. THE MERCHANT ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY ENTER JUDGMENT BY CONFESSION AGAINST THE MERCHANT, BEING FULLY AWARE OF THE MERCHANT'S RIGHTS TO PRIOR NOTICE AND A HEARING ON THE VALIDITY OF ANY JUDGMENT OR OTHER CLAIMS THAT MAY BE ASSERTED AGAINST THE MERCHANT BY OBLIGEE THEREAFTER BEFORE JUDGMENT IS ENTERED, THE UNDERSIGNED HEREBY FREELY, KNOWINGLY, AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S ENTERING JUDGMENT AGAINST THE MERCHANT BY CONFESSION PURSUANT TO THE TERMS THEREOF.

B. THE UNDERSIGNED ALSO ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY, AFTER ENTRY OF JUDGMENT AND WITHOUT EITHER NOTICE OR A HEARING, FORECLOSE UPON, ATTACH, LEVY, OR OTHERWISE SEIZE PROPERTY OR PROCEED AGAINST THE INTERESTS OF THE MERCHANT IN PROPERTY (REAL OR PERSONAL) IN FULL OR PARTIAL PAYMENT OR SATISFACTION OF THE JUDGMENT OR JUDGMENTS. BEING FULLY AWARE OF THE MERCHANT'S RIGHTS AFTER JUDGMENT IS ENTERED INCLUDING THE RIGHT TO MOVE TO OPEN OR STRIKE THE JUDGMENT OR JUDGMENTS, THE UNDERSIGNED HEREBY FREELY, KNOWINGLY AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S TAKING SUCH ACTIONS AS MAY BE PERMITTED UNDER APPLICABLE STATE AND FEDERAL LAW WITHOUT PRIOR NOTICE TO THE MERCHANT.

C. The Merchant hereby certifies that the financial accommodations being provided by the Obligor are for a business purpose, and not for personal, family or household use.

D. The statements made in this Disclosure for Confession of Judgment are made subject to the penalties of 18 Pa C.S.A. § 4904 relating to unsworn falsification to authorities.

SELLER/MERCHANT
By: KARA DIPIETRO

Discussed by:
Kara Dipietro
(Signature) [Signature]

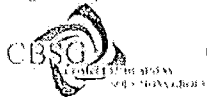
EIN# 52-2005467

KARA DIPIETRO

Discussed by:
Kara Dipietro
(Signature) [Signature]

SS# 380-60-4481

DocuSign Envelope ID: E3BA3AAC-466F-44C1-B004-B1B7B09BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 855-803-4886

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to PURCHASER, SELLER/MERCHANT'S performance of all of the representations and warranties made by SELLER/MERCHANT in this Agreement and the Factoring Agreement, as each agreement may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Agreement and the Merchant Agreement.

Guarantor Waiver. In the event that SELLER/MERCHANT violates its representations and warranties under the FACTORING AGREEMENT, PURCHASER may enforce its rights under this Agreement without first seeking to obtain payment from Merchant, any other guarantor, or any Collateral, Additional Collateral or Cross-Collateral. PURCHASER may hold pursuant to this Agreement or any other guaranty.

PURCHASER does not have to notify Guarantor of any of the following events and Guarantor will not be released from its obligations under this Agreement if it is not notified of: (i) SELLER/MERCHANT'S violation of the representations and warranties of the FACTORING AGREEMENT or any renewal, extension or other modification of the FACTORING AGREEMENT. In addition, PURCHASER may take any of the following actions without releasing Guarantor from any of its obligations under this Agreement: (i) renew, extend or otherwise modify the FACTORING AGREEMENT or SELLER/MERCHANT'S other obligations to PURCHASER; (ii) release SELLER/MERCHANT from its obligations to PURCHASER; (iii) sell, release, impair, waive or otherwise execute upon any collateral securing the Guaranteed Obligations; and (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantee of the Guaranteed Obligations in a manner that impairs or precludes the right of Guarantor to obtain reimbursement for payment under this Agreement. Until all obligations are fulfilled under the FACTORING AGREEMENT and SELLER/MERCHANT'S other obligations to PURCHASER under the FACTORING AGREEMENT and this Agreement are paid in full, Guarantor shall not seek reimbursement from Merchant or any other guarantor for any amounts paid by it under this Agreement. Guarantor permanently waives and shall not seek to exercise any of the following rights that it may have against SELLER/MERCHANT, any other guarantor, or any collateral provided by SELLER/MERCHANT or any other guarantor, for any amounts paid by it, or not performed by it, under this Agreement: (i) subrogation; (ii) reimbursement; (iii) performance; (iv) indemnification; or (v) contribution. In the event that PURCHASER must return any amount paid by SELLER/MERCHANT or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Agreement shall include that amount. NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE GUARANTY, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY GUARANTOR IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE GUARANTOR AND THE GUARANTOR'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She understands the seriousness of the provisions of this Agreement; (ii) He/She has had a full opportunity to consult with counsel of his/her choice; and (iii) He/She has consulted with counsel of his choice or has decided not to avail himself/herself of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Agreement are joint and several.

By: KARA DIPETRO, Individual Guarantor

Digitally signed by KARA DIPETRO
(Signature) 2019.09.13 10:10:10

By: KARA DIPETRO, Individual Guarantor

Digitally signed by KARA DIPETRO
(Signature) 2019.09.13 10:10:10

SSA 150-60-1481

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH IN THE "MERCHANT AGREEMENT", INCLUDING THE "TERMS AND CONDITIONS", ARE HEREBY INCORPORATED IN AND MADE A PART OF THIS SECURITY AGREEMENT AND GUARANTY.

CAPITALIZED TERMS NOT DEFINED IN THIS SECURITY AGREEMENT AND GUARANTY, SHALL HAVE THE MEANING SET FORTH IN THE MERCHANT AGREEMENT, INCLUDING THE TERMS AND CONDITIONS.

DocuSign Envelope ID: E3BA3AAG-4B0F-44C1-8004-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-803-4866

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) is part of (and incorporated by reference into) the FACTORING AGREEMENT. You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes PURCHASER to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Seller/Merchant later identifies and is acceptable to PURCHASER) (hereinafter referred to as the "Designated Checking Account") in the disbursal amount set forth in the accompanying documents. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Merchant's depository bank a reasonable opportunity to act on it.

AUTOMATIC PAYMENT PLAN: Enrollment in PURCHASER's Automatic Payment Plan is required for approval. By signing below, Seller/Merchant agrees to enroll in the Automatic Payment Plan and authorizes PURCHASER to collect payments required under the terms of Seller/Merchant Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the accompanying Seller/Merchant Agreement. Seller/Merchant authorizes PURCHASER to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was not paid as provided in the payment schedule and any unpaid fees. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Seller/Merchant's depository bank a reasonable opportunity to act on it. PURCHASER may suspend or terminate Seller/Merchant's enrollment in the Automatic Payment Plan immediately if Seller/Merchant fails to keep Seller/Merchant's designated checking account in good standing or if there are insufficient funds in Merchant's checking account to process any payment.

If Seller/Merchant revokes the authorization or PURCHASER suspends or terminates Seller/Merchant's enrollment in the Automatic Payment Plan, Seller/Merchant still will be responsible for making timely payments pursuant to the alternative payment methods described in the Seller/Merchant Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Seller/Merchant attests that the Designated Checking Account was established for business purposes and not primarily for personal, family or household purposes.

ACCOUNT CHANGES: Seller/Merchant agrees to notify PURCHASER promptly if there are any changes to the account and routing numbers of the Designated Checking Account.

MISCELLANEOUS: PURCHASER is not responsible for any fees charged by Seller/Merchant's bank as the result of credits or debits initiated under this agreement. The origination of ACH transactions to Merchant's account must comply with the provisions of U.S. law.

Signature: Kara Depina Date: 2/27/2019

Bank Name: ON FILE ON FILE ON FILE
 City: ON FILE State: ON FILE Zip: ON FILE

Routing Number: ON FILE

Account Number: ON FILE

Business Name on Account: ON FILE

Address on Account: ON FILE

Seller/Merchant Phone #: ON FILE Tax ID Number: ON FILE

Email: k.depina@hmcincorporated.com

Signature: Kara Depina

Title: PRESIDENT & CEO

DocuSign Envelope ID: E30A3AAC-408F-44C1-8004-61B7B05DDA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 866-801-4886

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance evidence by the Merchant Agreement of this same date herewith (the "Business Cash Advance") from Complete Business Solutions Group, Inc., the undersigned Seller/Merchant hereby makes the following statement under penalty of law:

PLEASE SIGN EITHER ONE OR TWO**OPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:**

The Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

****attach additional pages if necessary****

Seller/Merchant Signature: [Signature] Dated: 2/27/2019

Seller/Merchant Signature: [Signature] Dated: 2/27/2019

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Seller/Merchant Signature: _____ Dated: _____

Seller/Merchant Signature: _____ Dated: _____

DocuSign Envelope ID: E3FA3AAC-488F-44C1-B004-B1B7B066BA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-972-2636 Fax: 848-803-4806

TRADE REFERENCES

Please provide a list of 3-5 professional references

1. Name: _____
Phone number: _____ Email Address: _____
2. Name: _____
Phone number: _____ Email Address: _____
3. Name: _____
Phone number: _____ Email Address: _____
4. Name: _____
Phone number: _____ Email Address: _____
5. Name: _____
Phone number: _____ Email Address: _____

DocuSign Envelope ID: E30A3AAC-480F-44C1-B004-D1B7B05DBA53



70 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-883-8886

AUTHORIZATION TO RESUME ACH DEBITING FORM

NAME OF SELLER/MERCHANT: _____

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account: _____

Account #: _____ Routing #: _____

Account Type (select one): Checking ☐ Savings ☐Account Class (select one): Consumer Account ☐ Business Account ☐

Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling my ACH authorizations does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

Customer signature: [Signature]Date: 2/27/2019Customer Printed Name: KEVIN DIPIETRO

Customer contact Telephone #: _____

DocuSign Envelope ID: E38A3AAG-4B0F-44C1-0B04-B107B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 866-803-4686

Dear Client,

Thank you for accepting this offer from Complete Business Solutions Group DAs Par Funding. We look forward to being your factoring partner for as long as you need

Daily ACH Program:

Complete Business Solutions Group will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.

Please be assured that we carefully safeguard your confidential information and only essential top level personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

** Be sure to indicate capital or lower case letters

NAME OF BANK: TD BANK

BANK PORTAL WEBSITE: ON FILE

USERNAME: ON FILE

PASSWORD: ON FILE

SECURITY QUESTION/ANSWER 1: ON FILE

SECURITY QUESTION/ANSWER 2: ON FILE

SECURITY QUESTION/ANSWER 3: ON FILE

ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS:



DocuSign Envelope ID: E38A3AAC-4B0F-44C1-BB04-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-803-4886

APPENDIX A: THE FEE STRUCTURE

1. Origination Fee - \$70.00 DETERMINED to cover underwriting and related expenses
2. ACH Program Fee - \$WAIVED - The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs;
3. NSF Fee - \$75.00 (each) - Up to FOUR TIMES ONLY before a default is declared;
4. Rejected ACH - \$100.00 - If a merchant directs the bank to reject our debit ACH;
5. Bank Change Fee - \$50.00 - If a merchant requires a change of account to be debited requiring us to adjust our system;
6. Blocked Account - \$250.00 - If a merchant blocks CBSQ's ACH debits of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank accounts or credit-card processors to process its receipts;
7. Default Fee - \$300.00 default fee - If a merchant changes bank accounts or switches to another credit card processor without CBSQ's consent, or commits another default pursuant to the Agreement;
8. Collections Expense - In the event of default, Seller / Merchant shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred.
9. Miscellaneous Service Fees - Merchant shall pay certain fees for services related to the origination and maintenance of accounts. Each Merchant shall receive their funding electronically to their designated bank account and will be charged \$WAIVED for a Fed Wire. The current charge for the underwriting, UCC, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with CBSQ. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
10. Notary Fee - \$99.00 to cover online notary expenses
11. Risk Assessment Fee - \$WAIVED
12. UCC Fee - \$WAIVED

Merchant Signature: *Kara DiPietro* Designated by: Kara DiPietro Name: Kara DiPietro 
 Merchant Signature: *Kara DiPietro* Designated by: Kara DiPietro Name: Kara DiPietro 

CBSQ June 9/14, 2019 Agreement



DocuSign Envelope ID: E30A3AAC-480F-44C1-B004-B1B7B0590A50



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 848-803-4886

MANDATORY JOINT AFFIDAVIT OF CONFESSION OF JUDGEMENT

INSTRUCTIONS:

SIGN AND NOTARIZE THIS SECTION OF THE AGREEMENT, SEND THE ORIGINAL COPY TO:

PAR FUNDING
22 N 3RD STREET
PHILADELPHIA, PA 19106

C/O UNDERWRITING

DocuSign Envelope ID: E38A9AAG-4BBF-44C1-B804-B1B7B058BA63



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 800-803-4886

SUPREME COURT OF THE STATE OF NEW YORK
COUNTY OF ONEIDA

NEW YORK UNITY FACTOR, LLC	
	Plaintiff,
-against-	
HMC INCORPORATED D/B/A HMC INCORPORATED and KARA DIPIETRO,	
	Defendant(s)

Index No.

AFFIDAVIT OF
CONFESSION OF JUDGMENT

STATE OF MARYLAND)
)
COUNTY OF HOWARD) ss.:

KARA DIPIETRO, being duly sworn, deposes and says:

1. I am a principal, owner, and an officer of HMC INCORPORATED D/B/A HMC INCORPORATED ("Merchant Defendant"), a CORPORATION located at 77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046, in the County of HOWARD, and as such, I have the authority to act on behalf of Merchant Defendant.

2. I reside at 1836 LANDRAKE RD, TOWSON, MD 21204, in the County of BALTIMORE.

3. I, individually, and on behalf of Merchant Defendant consent to the jurisdiction of this Court.

4. Merchant Defendant hereby confesses judgment and authorizes entry of judgment in favor of Plaintiff and against Defendants in the Federal District Court for the Northern District of New York, Supreme Court of the State of New York, Court of Common Jurisdiction for the County of Oneida, in the sum of \$4,690,000.00 less any payments timely made pursuant to the secured Merchant Agreement dated FEBRUARY 27, 2019, plus costs, expenses, and disbursements, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest amount allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be

DocuSign Envelope ID: E38A3AAC-480F-44C1-8004-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-972-2636 Fax: 888-803-8886

executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Affidavit of Confession of Judgment.

5. In addition, I hereby confess judgment, individually and personally, jointly and severely, and authorize entry of judgment in favor of Plaintiff and against myself in the Federal District Court for the Northern District of New York, Supreme Court of the State of New York, Court of Common Jurisdiction for the County of Oneida, and/or Civil Court, against me personally in the sum of \$4,690,000.00 less any payments timely made pursuant to the Merchant Agreement dated FEBRUARY 27, 2019, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest rate allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Confession of Judgment.

6. This confession of judgment is for a debt due to Plaintiff arising from Defendants' failure to pay to Plaintiff, Merchant Defendant's accounts-receivable, which were purchased by Plaintiff pursuant to the secured Merchant Agreement dated FEBRUARY 27, 2019, and for Defendants' breach of the secured Merchant Agreement, plus agreed-upon interest, reasonable attorneys' fees, costs and disbursements, as agreed-upon by Merchant Defendant and myself, under the secured Merchant Agreement, dated FEBRUARY 27, 2019, of which supporting documents include a Personal Guarantee and a UCC-1 financing statement(s).

7. Merchant Defendant and I hereby agree that the execution and delivery of this Affidavit of Confession of Judgment and any entry of judgment thereon shall be without prejudice to any and all rights of Plaintiff, who reserves all of its rights and remedies against Defendants.

8. If for any reason entry of judgment in the above specified amount or execution on the same is outside the jurisdiction of this Court, Merchant Defendant and I hereby consent to the personal jurisdiction, entry of judgment, and execution thereon in any State or Federal Court of the United States of America.

DocuSign Envelope ID: E38A3AAC-488F-44C1-9004-B1B7B05GBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-603-4886

9. I have been authorized by Merchant Defendant to sign this Affidavit of Confession of
Judgment on this ____ day of _____, 2019.

By: _____
KARA DIPIETRO, individually, and on behalf of HMC
INCORPORATED D/B/A HMC INCORPORATED

Sworn to before me this
____ day of _____, 2019.

Notary Public

DocuSign Envelope ID: E3BA3AAC-488F-44C1-8804-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2626 Fax: 888-803-4886

FEBRUARY 27, 2019

Attn: Court Orders & Levies Dept.

Re: HMC INCORPORATED, et al
Supreme Court of the State of New York, Richmond County Index No.
Information Subpoena and Restraining Notice - RELEASE

Complete Business Solutions Group, Inc. d/b/a Par Funding ("Funder"), Plaintiff/Judgment Creditor, and KARA DIPIETRO ("KARA") and HMC INCORPORATED ("HMC INCORPORATED"), Defendants/Judgment Debtors (collectively, "the Parties"), hereby authorize _____, N.A. and/or related entities (collectively, "_____, N.A.") to release (\$ _____) (the "Release Amount") from the funds currently held in reserve per the Information Subpoena with Restraining Notice ("IS/RN"), payable as follows:

Via check

--

Via wire to:

--

HMC INCORPORATED and KARA agree to indemnify and hold harmless _____, N.A. and its officers, directors, agents and employees from and against claims, damages, losses and expenses, including but not limited to attorneys' fees, arising out of or resulting from this release and/or the IS/RN. Upon tender of the Release Amount, Funder consents to the immediate RELEASE of the remainder and/or account(s) being held on reserve to HMC INCORPORATED, KARA, and/or its/their principals, agents, heirs and assigns.

AGREED AND ACCEPTED:

DocuSign Envelope ID: E3BA3AAC-488F-44C1-B8D4-B1B7B05BBA53



20 N. 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-603-4886

By: _____
Norman M. Valz, Esq.
*Attorney for Plaintiff/Judgment
Creditor, NEW YORK UNITY
FACTOR LLC and
Complete Business Solutions Group, Inc.
205 Arch Street – 2nd Floor
Philadelphia, PA 19106*

By: _____
KARA DIPIETRO (Name)
Owner/Manager/Agent (Title)
individually, and on behalf of HMC
INCORPORATED
(215) (tel.)

State of _____) County of _____)

)} ss:

On the _____ day of _____, in the year 2019, before me, the undersigned Notary Public in and for said state, personally appeared KARA DIPIETRO, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that she/he executed the same in her/his capacity, and that by her/his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC

DocuSign Envelope ID: E38A3AAC-4B0F-44C1-8B04-B107B09BBAA53

HMC INCORPORATED and KARA DIPIETRO
77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046
FEBRUARY 27, 2019

NOTICE OF SALE, ASSIGNMENT, and TRANSFER

Dear Account Debtor of HMC INCORPORATED:

This letter is to notify you that on FEBRUARY 27, 2019, HMC INCORPORATED entered into a Factoring Agreement (the "Agreement") with Complete Business Solutions Group, Inc. d/b/a Par Funding ("CBSG"). Under the terms of the Agreement, HMC INCORPORATED sold, assigned, and transferred to CBSG all of HMC INCORPORATED's right, title, and interest in and to HMC INCORPORATED's future receipts, accounts, and contract rights arising from or relating to the payment of monies payable from you to HMC INCORPORATED (collectively, the "Receivables"). As such, CBSG is the absolute owner of the Receivables, and HMC INCORPORATED no longer has any right, title, or interest in or to The Receivables.

CBSG's is the absolute owner of the Receivables regardless of any Uniform Commercial Code financing statement that may have been filed by CBSG or any other entity with respect to the Receivables.

CBSG may provide you with a copy of this signed letter as proof of HMC INCORPORATED's sale, assignment, and transfer of the Receivables to CBSG and of CBSG's absolute ownership of the Receivables. Upon your receipt of a copy of this letter from CBSG, you are authorized to deliver to CBSG Receivables due from you to Merchant Name (absent the sale, assignment, and transfer made under the Agreement) in the amount indicated by CBSG.

The undersigned represents that he/she is authorized to sign this letter on behalf of HMC INCORPORATED and to bind HMC INCORPORATED.

Very truly yours,

Sworn and subscribed to before me

KARA DIPIETRO

this _____ day of _____,

Printed Name

Notary Public

Title

cc: Complete Business Solutions Group, Inc

Case ID: 190501349

DocuSign Envelope ID: E38A3AAC-408F-44C1-B804-B1B7B0560A53

Case ID: 190501349

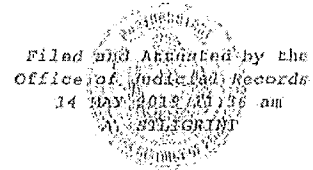


EXHIBIT "D"

DocuSign Envelope ID: 4EDB3A8C-C28C-4D63-9CFC-071759CBCEA0



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-972-2636 Fax: 888-305-7562

ACKNOWLEDGEMENT

I, KARA DIPIETRO, hereby acknowledge:

- > There has been no promise of additional capital in 30 days from funding by CBSC or any ISO (broker).
 - Our policy is that merchants can seek additional capital from us when they have paid 55% of the Receipts Purchased Amount.
- > That CBSC does not permit outside fees and that no one has discussed additional fees with me. The fee amount for this agreement is TO BE DETERMINED, which will be held back from the funding amount.
- > There has not been and will not any contact from Third Party Debt companies regarding this Factoring Agreement dated DECEMBER 19, 2018.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.


 Signature

12/19/2018
 Date

I, KARA DIPIETRO, hereby acknowledge:

- > Additional Funding "Stacking" Fee: 15% of Advance Amount – If the MERCHANT/GUARANTOR takes additional funding at any point after being funded by CBSC, without prior notice to and consent by CBSC, a fee amounting to 15% of the amount of the advance shall automatically be added to the payback amount of the advance. CBSC reserves the right to declare the account in default, at any point after learning such "stacking" has occurred; regardless of the payments made by the MERCHANT/GUARANTOR, with the filing of the Confession of Judgement in a court of competent jurisdiction.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.


 Signature

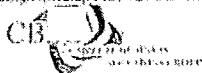
12/19/2018
 Date

EMAIL ADDRESS: k.dipietro@hacincorporated.com

PRIMARY PHONE NUMBER: 410-309-0729

SECONDARY PHONE NUMBER: 410-340-1523

CocoSign Envelope ID: 4EDB3A8C-C20C-4D83-9CFC-071758CBCEA6



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

FACTORING AGREEMENT

Dated the 19TH day of DECEMBER, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

D/B/A: HMC INCORPORATED

Type of entity (check one) ☒ Corporation ☐ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7700 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7700 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fax: HMC: 52-2005467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payors (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account acceptable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remain in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections I and II of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$3,496,000.00 Specified Percentage: 10% Daily Specified Amount to be determined on percentage of Income Retains Purchased Amount: \$5,496,000.00

*Merchant will be funded in weekly installments

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 12 HEREOF ARE HERBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT

By: KARA DIPIETRO, OWNER
Name and Title

X 
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT

By: KARA DIPIETRO, OWNER
Name and Title

X 
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon his or her execution of the Agreement to all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Owners for the purpose of this Agreement, and (ii) put credit report of any time now or in the future as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION

DocuSign Envelope ID: 4E0B3ABC-C20C-4D85-8CFC-071758CBCEA6



FACTORING AGREEMENT TERMS AND CONDITIONS

I. GENERAL TERMS OF AGREEMENT (MUTUAL REPRESENTATIONS AND WARRANTIES)

1.1 Electronic Fund Transfer. Upon request from PURCHASER ("hereinafter CBSG or Purchaser") Seller/Merchant ("hereinafter Merchant") shall execute such forms or agreements acceptable to PURCHASER, with Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER, and/or its authorized agent with all the information, authorization and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the SPECIFIED DAILY AMOUNT by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.2 Deposit Agreement. Seller/Merchant shall execute an agreement (the "Deposit Agreement") acceptable to PURCHASER, with a Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER and/or its authorized agent with all of the information, authorizations and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account. Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the specified percentages by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.3 Term of Agreement. This Agreement shall have a term as set forth above. Upon the expiration of the term, this Agreement shall automatically renew for successive similar terms, provided, however, that during the renewal term(s) Merchant may terminate this Agreement upon ninety days' prior written notice (effective upon receipt) to PURCHASER. The termination of this Agreement shall not affect Merchant's responsibility to satisfy all outstanding obligations to PURCHASER at the time of termination.

1.4 Future Purchases. PURCHASER reserves the right to rescind the offer to make any purchase payments hereunder, in its sole discretion.

1.5 Financial Condition. Merchant authorizes PURCHASER and its agents to investigate their financial responsibility and history, and will provide to PURCHASER any bank or financial statements, tax returns, etc., as PURCHASER deems necessary prior to or at any time after execution of this Agreement. A photocopy of this authorization will be deemed as acceptable for release of financial information. PURCHASER is authorized to update such information and financial profiles from time to time as it deems appropriate.

1.6 Transaction History. Merchant authorizes their bank to provide PURCHASER with Merchant's banking or processing history to determine qualification or continuation in this program.

1.7 Indemnification. Merchant jointly and severally indemnify and hold harmless Processor, its officers, directors and shareholders against all losses, damages, claims, liabilities and expenses (including reasonable attorney's fees)

incurred by Processor resulting from (a) claims asserted by PURCHASER for monies owed to PURCHASER from Merchant and (b) actions taken by Processor in reliance upon information or instructions provided by PURCHASER.

1.8 No Liability. In no event will CBSG be liable for any claims asserted by Merchant under any legal theory for lost profits, lost revenues, lost business opportunities, exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant.

1.9 Reliance on Terms. Section 1.1, 1.2, 1.8 and 2.5 of this Agreement are agreed to for the benefit of Merchant, PURCHASER and Processor, and notwithstanding the fact that Processor is not a party of this Agreement, Processor may rely upon their terms and raise them as a defense in any action.

1.10 Sale of Receipts. Merchant and CBSG agree that the Purchase Price under this Agreement is in exchange for the Purchased Amount and that such Purchase Price is not intended to be, nor shall it be construed as a loan from PURCHASER to Merchant. Merchant agrees that the Purchase Price is in exchange for future Receipts pursuant to this Agreement equals the fair market value of such Receipts PURCHASER has purchased and shall own all the Receipts described in this Agreement up to the full Purchased Amount as the Receipts are created. Payments made to PURCHASER with respect to the full amount of the Receipts shall be conditioned upon Merchant's sale of products and services and the payment therefor by Merchant's customers in the manner provided in Section 1.1. IN NO EVENT SHALL THE AGGREGATE OF THE AMOUNTS RECEIVED BE DEEMED AS INTEREST HEREUNDER. In the event that a court determines that PURCHASER has charged or received interest hereunder, and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and PURCHASER shall promptly refund to Merchant any interest received by PURCHASER in excess of the maximum lawful rate, it being intended that Merchant not pay or contract to pay, and that PURCHASER not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant under applicable law. MERCHANT ACKNOWLEDGES THAT PENNSYLVANIA LAW APPLIES TO THE WITHIN AGREEMENT.

1.11 Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes PURCHASER to initiate one or more ACH debits at the specified "Daily Retrieval Rate" from the Account as an approximation of the base payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables, to reconcile the daily payments made against the Specified Percentage, permitting PURCHASER to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

1.12 Power of Attorney. Merchant irrevocably appoints PURCHASER as its agent and attorney-in-fact with full authority to take any action or execute any instrument or document to settle all obligations due to PURCHASER from Processor, or in the case of a violation by Merchant of Section 1.12 or the occurrence of an Event of Default under Section 4 hereof, from Merchant, under this Agreement, including without limitation (i) to obtain and adjust insurance; (ii) to collect monies due or to become due under or in respect of any of the Collateral; (iii) to receive, endorse and

22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

collect any checks, notes, drafts, instruments, documents or chattel paper in connection with clause (i) or clause (ii) above; (iv) to sign Merchant's name on any invoice, bill of lading, or assignment directing customers or account debtors to make payment directly to PURCHASER; and (v) to file any claims or take any action or institute any proceeding which PURCHASER may deem necessary for the collection of any of the unpaid Purchased Amount from the Collateral, or otherwise to enforce its rights with respect to payment of the Purchased Amount.

1.13 Protections Against Default. Merchant represents and warrants that it will not violate Conditions (a) through (e) below and in the event of default thereunder the following Protections 1 through 8 may be invoked by PURCHASER, immediately and without notice to Merchant in the event: (a) Merchant takes any action to discourage the use of electronic check processing that are settled through Processor, or permits any event to occur that could have an adverse effect on the use, acceptance, or authorization of checks for the purchase of Merchant's services and products including but not limited to direct deposit of any checks into a bank account without scanning into the PURCHASER electronic check processor; (b) Merchant changes its arrangements with Processor in any way that is adverse to PURCHASER; (c) Merchant changes the electronic check processor through which the Receipts are settled from Processor to another electronic check processor, or permits any event to occur that could cause diversion of any of Merchant's check transactions to another processor; (d) Merchant interrupts the operation of this business (other than adverse weather, natural disasters or acts of God) transfers, moves, sells, disposes, transfers or otherwise conveys its business or assets without (i) the express prior written consent of PURCHASER, and (ii) the written agreement of any purchaser in transfer to the assumption of all of Merchant's obligations under this Agreement pursuant to documentation satisfactory to PURCHASER; or (e) Merchant takes any action, fails to take any action, or offers any incentive—economic or otherwise—the result of which will be to induce any customer or customers to pay for Merchant's services with any means other than checks that are settled through Processor. These protections are in addition to any other remedies available to PURCHASER at law, in equity or otherwise pursuant to this Agreement.

PROCESSED. The full uncollected Purchase Amount plus all fees due under this Agreement and the attached Security Agreement become due and payable in full immediately.

Protection 2. Upon breach of ANY MATERIAL PROVISION OR BREACH OF REPRESENTATIONS AND WARRANTIES in this Agreement, PURCHASER may enter that confession of judgment (judgment) with the Clerk of the Court and execute thereon.

Protection 3. Purchaser may enforce its security interest in the Collateral identified in Article III hereof.

Protection 4. The entire Unpaid Purchase Amount shall become immediately repayable to PURCHASER from Merchant.

Protection 5. Purchaser may proceed to protect and enforce its rights and remedies by lawsuit. In any such lawsuit, in which Purchaser shall recover judgment against Merchant, Merchant shall be liable for the full costs of PURCHASER'S legal action, including all reasonable attorneys' fees and court costs.

Protection 6. Merchant shall, upon execution of this Agreement, deliver to PURCHASER by executed assignment of lease of Merchant's premises in favor of CBSG. Upon breach of any provision in this

Merchant builds



Case ID: 190501349

DocuSign Envelope ID: 4ED83ABC-C20C-4D83-9CFC-071750CBCEA8



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-395-7562

paragraph 1.13, PURCHASER may exercise its rights under such assignment of lease.

Protection 2. PURCHASER may debit Merchant's depository accounts wherever situated by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant's bank account.

Protection 3. In the event Merchant changes or permits the change of the Processor approved by CBSG, or adds an additional Processor, in violation of Section 1.11 above, CBSG shall have the right, without giving any of its rights and remedies and without notice to Merchant, to notify the new or additional Processor of the sale of the Receipts hereunder and to direct such new or additional Processor to make payment directly to CBSG of all or any portion of the amount received by such Processor.

1.14 Protection of Information. Merchant and each person signing this Agreement on behalf of Merchant and/or as Owner, in respect of himself or herself personally, authorizes PURCHASER to disclose information concerning Merchant's and each Owner's credit standing (including credit bureau reports that PURCHASER obtains) and business conduct only to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner hereby waives to the maximum extent permitted by law any claim for damages against PURCHASER or any of its affiliates relating to any (i) investigation undertaken by or on behalf of PURCHASER as permitted by this Agreement or (ii) disclosure of information as permitted by this Agreement.

1.15 Confidentiality. Merchant understands and agrees that the terms and conditions of the products and services offered by PURCHASER, including this Agreement and any other PURCHASER documents (collectively, "Confidential Information") are proprietary and confidential information of PURCHASER. Accordingly, unless disclosure is required by law or court order, Merchant shall not disclose Confidential Information of PURCHASER in any person other than an attorney, accountant, financial advisor or employee of Merchant who needs to know such information for the purpose of advising Merchant ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant and first agrees in writing to be bound by the terms of this Section 1.15.

1.16 D/B/A's. Merchant hereby acknowledges and agrees that PURCHASER may be using "doing business as" or "d/b/a" names in connection with various matters relating to the transaction between PURCHASER and Merchant, including the filing of UCC-1 financing statements and other notices or filings.

II. MERCHANT REPRESENTATIONS, WARRANTIES AND COVENANTS. Merchant represents, warrants and covenants that as of this date and during the term of this Agreement:

2.1 Financial Condition and Financial Information. Bank and financial statements, and future statements furnished to PURCHASER, fairly represent the financial condition of Merchant at such dates. Merchant has a continuing, affirmative obligation to advise PURCHASER of any material or adverse change in its financial condition, operations or ownership. PURCHASER may request statements at any time during the performance of this Agreement and the Merchant shall provide them to PURCHASER within 5 business days. Merchant's failure to do so is a material breach of this Agreement.

2.2 Governmental Approvals. Merchant is in compliance and shall comply with all laws and has valid permits, authorizations and licenses to own,

operate and lease its properties and to conduct the business in which it is presently engaged.

2.3 Authorization. Merchant, and the person(s) signing this Agreement on behalf of Merchant, have full power and authority to enter and perform the obligations under this Agreement, all of which have been duly authorized.

2.4 Insurance. Merchant will maintain business-interruption insurance naming CBSG as loss payee and additional insured in amounts and against risks as are satisfactory to PURCHASER and shall provide PURCHASER proof of such insurance upon request.

2.5 Electronic Check Processing Agreement. Merchant will not change its processor, add terminals, change its financial institution or bank account(s) or take any other action that could have any adverse effect upon Merchant's obligations under this Agreement, without PURCHASER's prior written consent. Any such change shall be a material breach of this Agreement.

2.6 Change of Name or Location. Merchant will not conduct Merchant's businesses under any name other than as disclosed in the Processor and PURCHASER or change any of its places of business.

2.7 Daily Batch Out. Merchant will batch out receipts with the Processor on a daily basis.

2.8 Estoppel Certificate. Merchant will at any time, and from time to time, upon at least one (1) day's prior notice from PURCHASER to Merchant, execute, acknowledge and deliver to PURCHASER and/or to any other person, person firm or corporation specified by PURCHASER, a statement certifying that this Agreement is unmodified and in full force and effect (or, if there have been modifications, that the same is in full force and effect as modified and stating the modifications) and stating the dates which the Purchased Amount or any portion thereof has been repaid.

2.9 No Bankruptcy. As of the date of this Agreement, Merchant does not contemplate and has not filed any petition for bankruptcy protection under Title 11 of the United States Code and there has been no involuntary petition brought or pending against Merchant. Merchant further warrants that it does not anticipate filing any such bankruptcy petition and it does not anticipate that an involuntary petition will be filed against it. In the event that the Merchant files for bankruptcy protection or is placed under an involuntary filing, Protections 2 and 3 are immediately invoked.

2.10 Working Capital Funding. Merchant shall not enter into any arrangement, agreement or commitment that relates to or involves the Receipts, whether in the form of a purchase of, a loan against, collateral against or the sale or purchase of credits against, Receipts or future check sales with any party other than PURCHASER.

2.11 Unencumbered Receipts. Merchant has good, complete and marketable title to all Receipts, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages, security interests, equities, pledges and encumbrances of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated herein, or adverse to the interests of PURCHASER.

2.12 Business Purpose. Merchant is a valid business in good standing under the laws of the jurisdiction in which it is organized and/or operates, and Merchant is entering into this Agreement FOR BUSINESS PURPOSES ONLY and not as a consumer for personal, family or household purposes.

2.13 Default under Other Contracts. Merchant's execution of said or performance under this Agreement

will not cause or create an event of default by Merchant under any contract with another person or entity.

2.14 3rd Party Negotiators with Respect to This Agreement and the Obligations Herein. Merchant hereby agrees not to retain any 3rd party negotiators, consolidators, or credit relief agencies with regard to its obligations under the terms of this Agreement. Merchant will maintain and allow direct communication with PURCHASER at all times during the course of this Agreement and shall not engage any 3rd party to negotiate its obligations as stated in this Agreement. Should Merchant violate this subsection 2.14, Merchant will be liable for the additional fee as specified in the attached Appendix A.

III. EVENTS OF BREACH OF REPRESENTATIONS, WARRANTIES, AND COVENANTS AND REMEDIES

3.1 Events of Breach of Representations, Warranties and Covenants. The occurrence of any of the following events shall constitute an "Event of a Breach of Representations, Warranties, and Covenants" hereunder: (a) Merchant shall violate any term or covenant in this Agreement; (b) Any representation or warranty by Merchant in this Agreement shall prove to have been incorrect, false or misleading in any material respect when made; (c) Merchant shall admit in writing its inability to pay its debts, or shall make a general assignment for the benefit of creditors; or any proceeding shall be instituted by or against Merchant seeking to adjudicate it a bankrupt or insolvent, or seeking reorganization, arrangement, adjustment, or composition of it or its debts; (d) the sending of notice of termination by MERCHANT; (e) Merchant shall transport, move, interrupt, suspend, dissolve or terminate its business; (f) Merchant shall transfer or sell all or substantially all of its assets; (g) Merchant shall make or send notice of any intended bulk sale or transfer by Merchant; (h) Merchant shall use multiple depository accounts without the prior written consent of PURCHASER; (i) Merchant shall change its depository account without the prior written consent of PURCHASER; (j) Merchant shall perform any act that reduces the value of any Collateral granted under this Agreement; (k) Merchant shall engage a third party to renegotiate the terms of this Agreement on Merchant's behalf; (m) Merchant shall engage a third party in an attempt to cease direct communication and/or contact with PURCHASER; or (n) Merchant shall default under any of the terms, covenants and conditions of any other agreement with PURCHASER.

3.2 Remedies. In case any Event of a Breach of Representations, Warranties and Covenants, Default occurs and is not waived pursuant to Section 4.4 hereof, PURCHASER may proceed to protect and enforce its rights or remedies by suit in equity or by action at law, or both, whether for the specific performance of any covenant, agreement or other provision contained herein, or to enforce the discharge of Merchant's obligations hereunder or any other legal or equitable right or remedy IN THE EVENT OF VIOLATION OF THE REPRESENTATIONS AND WARRANTIES BY MERCHANT, PURCHASER may also file a Complaint in Confession of Judgment pursuant to the Warrant of Attorney contained herein. All rights, powers and remedies of PURCHASER in connection with this Agreement may be exercised at any time by PURCHASER after the occurrence of an Event of Default, are cumulative and not exclusive, and shall be in addition to any other rights, powers or remedies provided by law or equity.

3.3 Consent to Sale/Transfer of Interest. In event of MERCHANT breach of representations, covenants and

DocuSign Envelope ID: 4EDB3AFC-C26C-4D83-0CFC-071755CBCEA0



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

representations under this Agreement, Merchant consents to PURCHASER'S sale or transfer of its remaining interests in MERCHANT'S receivables to a third party buyer of defined financial obligations and instruments.

More specifically, MERCHANT recognizes PURCHASER'S authority to sell its interests in said receivables to New York Unity Factor, LLC ("NYUF") which MERCHANT authorizes to pursue legal remedies in NYUF's home State of New York in the event of a breach of the warranties, covenants, and representations stated under this Agreement.

3.4 WARRANT OF ATTORNEY TO CONFESS JUDGMENT. UPON THE OCCURRENCE OF A VIOLATION OF THE REPRESENTATIONS AND WARRANTIES MADE HERETOFORE BY MERCHANT, MERCHANT IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD, TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS MERCHANT AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT, FOR LIEN PRIORITY PURPOSES, EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEYS' COLLECTION FEES, WITH THE ACTUAL AMOUNT OF ATTORNEYS' FEES AND COSTS TO BE DETERMINED IN ACCORDANCE WITH THE SECTION OF THIS MERCHANT AGREEMENT "ATTORNEYS' FEES AND COLLECTION COSTS." TO THE EXTENT PERMITTED BY LAW, MERCHANT: (1) WAIVE THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNES THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVE AND RELEASE ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASE ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS MERCHANT AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT AGREEMENT AS A WARRANT OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS BUSINESS CASH ADVANCE AND SECURITY AGREEMENT SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER,

WITHOUT REGARD TO WHETHER JUDGMENT HAS THEREFORE BEEN CONFERRED ON MORE THAN ONE OCCASION FOR THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFERRED AGAINST THE MERCHANT HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

3.41 NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY MERCHANT IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE MERCHANT AND THE MERCHANT'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

3.5 Costs. Merchant shall pay to PURCHASER all reasonable costs associated with (a) a breach by Merchant of the Covenants in this Agreement and the enforcement thereof, and (b) the enforcement of PURCHASER'S remedies set forth in Section 4.2 above, including but not limited to court costs and attorneys' fees.

3.6 Required Notifications. Merchant is required to give PURCHASER written notice within 24 hours of any filing under Title 11 of the United States Code. Merchant is required to give PURCHASER seven days' written notice prior to the closing of any sale of all or substantially all of the Merchant's assets or stock.

IV. MISCELLANEOUS

4.1 Modifications/Agreements. No modification, amendment, waiver or consent of any provision of this Agreement shall be effective unless the same shall be in writing and signed by PURCHASER.

4.2 Assignment. PURCHASER may assign, transfer or sell its rights to receive the Purchased Amount or delegate its duties hereunder, either in whole or in part.

4.3 Notices. All notices, requests, consent, demands and other communications hereunder shall be delivered by certified mail, return receipt requested, to the respective parties to this Agreement at the addresses set forth in this Agreement and shall become effective only upon receipt.

4.4 Waiver Remedies. No failure on the part of PURCHASER to exercise, and no delay in exercising, any right under this Agreement shall operate as a waiver thereof, nor shall any single or partial exercise of any right under this Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

4.5 Merchant/Guarantor(s) barred from transfer. This Agreement shall be binding upon and inure to the benefit of Merchant, PURCHASER and their respective successors and assigns, except that Merchant shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of PURCHASER which consent may be withheld in PURCHASER'S sole discretion. PURCHASER

reserves the right to assign this Agreement with or without prior written notice to Merchant or Guarantor(s).

4.6 Governing Law/Jurisdiction/Venue for disputes. All signatories to this Agreement consent that this Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania, without regards to any applicable principals of conflicts of law. Any suit, action or proceeding arising hereunder, or the interpretation, performance or breach hereof, shall, if PURCHASER so elects, be instituted in the Court of Common Pleas, Philadelphia County, Federal Court for the Eastern District of Pennsylvania, or the Philadelphia County Municipal Court, (the "Acceptable Forums"). Merchant agrees that the Acceptable Forums are convenient to it, and submits to the jurisdiction of the Acceptable Forums and waives any and all objections to jurisdiction or venue. Should such proceeding be initiated in any other forum, Merchant waives any right to oppose any motion or application made by PURCHASER to transfer such proceeding to an Acceptable Forum.

4.7 Survival of Representation, etc. All representations, warranties and covenants herein shall survive the execution and delivery of this Agreement and shall continue in full force until all obligations under this Agreement shall have been satisfied in full and this Agreement shall have terminated.

4.8 Severability. In case any of the provisions in this Agreement is found to be invalid, illegal or unenforceable in any respect, the validity, legality and enforceability of any other provision contained herein shall not in any way be affected or impaired.

4.9 Entire Agreement. Any provision hereof prohibited by law shall be ineffective only to the extent of such prohibition without invalidating the remaining provisions hereof. This Agreement and Security Agreement hereto embody the entire agreement between Merchant and PURCHASER and supersede all prior agreements and understandings relating to the subject matter hereof.

4.10 JURY TRIAL WAIVER. THE PARTIES HERETO WAIVE TRIAL BY JURY IN ANY COURT IN ANY SUIT, ACTION OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS AGREEMENT IS A PART OR THE ENFORCEMENT HEREOF. THE PARTIES HERETO ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY AND VOLUNTARILY AND WITHOUT DURESS, AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.

4.11 CLASS ACTION WAIVER. THE PARTIES HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AGAINST PUBLIC POLICY. TO THE EXTENT EITHER PARTY IS PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENTATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEYS' FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION

Merchant Initials

10

DocuSign Envelope ID: 4EDB3A0C-C20C-4D03-9CFC-071759C6CEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

(NOT WITHSTANDING ANY OTHER PROVISION IN THIS AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.

4.12 Counterparts & Facsimile/Electronic Signatures. This Agreement may be executed in any number of counterparts each of which shall be deemed to be an original, all of which together shall be deemed one and the same instrument. Further, facsimile and email signatures shall be deemed to be originals for all purposes.

DocuSign Envelope ID: 4EDB3ABC-C26C-4D83-8CFC-071769CBCEA0



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-395-7562

Seller/Merchant's Legal Name: HMC INCORPORATED DBA HMC INCORPORATED

Physical Address: 77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

FED ID # (Merchant): 52-2305467

SECURITY AGREEMENT

Security Interest. To secure SELLER/MERCHANT'S performance obligations to PURCHASER under the "Factoring Agreement", SELLER/MERCHANT hereby grants to PURCHASER a security interest in (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, and inventory, as those terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by SELLER/MERCHANT; and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral").

Cross-Collateral. To secure MERCHANT'S payment and performance obligations to PURCHASER under this Security Agreement (the "Agreement"), MERCHANT hereby grants PURCHASER a security interest in (a) the "Additional Collateral"; MERCHANT understands that PURCHASER will have a security interest in the aforesaid Additional Collateral upon execution of this Agreement.

SELLER/MERCHANT acknowledges and agrees that any security interest granted to PURCHASER under any other agreement between SELLER/MERCHANT and PURCHASER (the "Cross-Collateral") will secure the obligations hereunder and under the FACTORING Agreement.

SELLER/MERCHANT agrees to execute any documents or take any action in connection with this Agreement as PURCHASER deems necessary to perfect or maintain PURCHASER'S first priority security interest in the Collateral, the Additional Collateral and the Cross-Collateral, including the execution of any account control agreements. SELLER/MERCHANT hereby authorizes PURCHASER to file any financing statement deemed necessary by PURCHASER to perfect or maintain PURCHASER'S security interest, which financing statement may contain notification that SELLER/MERCHANT have granted a negative pledge to PURCHASER with respect to the Collateral, the Additional Collateral and the Cross-Collateral, and that any subsequent lien or may be seriously interfering with PURCHASER'S rights. SELLER/MERCHANT shall be liable for and PURCHASER may charge and collect all costs and expenses, including but not limited to attorney's fees, which may be incurred by PURCHASER in protecting, preserving and enforcing PURCHASER'S security interest and rights.

Negative Pledge. SELLER/MERCHANT agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral or the Cross-Collateral, as applicable.

Consent to Enter Premises and Assign Lease. PURCHASER shall have the right to cure SELLER/MERCHANT default in the payment of rent on the following terms: In the event SELLER/MERCHANT is served with papers in an action against SELLER/MERCHANT for nonpayment of rent or for summary eviction, PURCHASER may exercise its rights and remedies under the Assignment of Lease. SELLER/MERCHANT also agrees that PURCHASER may enter into an agreement with SELLER/MERCHANT in which PURCHASER the right, (a) to enter SELLER/MERCHANT'S premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and (b) to assign SELLER/MERCHANT'S lease to another qualified SELLER/MERCHANT capable of operating a business comparable to SELLER/MERCHANT at such premises.

Remedies. Upon any Event of Default, PURCHASER may pursue any remedy available at law (including those available under the provisions of the UCC), or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise.

SELLER/MERCHANT
 BY: KARA DIPIETRO, OWNER


 Kara DiPietro
 Owner (Title/Signature)



DocuSign Envelope ID: 4E083A0C-C20C-4D83-0CFC-071750CBCEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 866-303-7562

DISCLOSURE FOR CONFESSION OF JUDGMENT

AFFIANT: KARA DIPIETRO

OBLIGEE: Complete Business Solutions Group, Inc. d/b/a Pay Funding

The undersigned have executed, and/or is executing, on even date herewith, one or more of the following instruments under which the Merchant is obligated to repay monies to Obligor:

1. Factoring Agreement dated DECEMBER 19, 2016; and

A. THE MERCHANT ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY ENTER JUDGMENT BY CONFESSION AGAINST THE MERCHANT. BEING FULLY AWARE OF THE MERCHANT'S RIGHTS TO PRIOR NOTICE AND A HEARING ON THE VALIDITY OF ANY JUDGMENT OR OTHER CLAIMS THAT MAY BE ASSERTED AGAINST THE MERCHANT BY OBLIGEE THEREUNDER BEFORE JUDGMENT IS ENTERED, THE UNDERSIGNED HEREBY FREELY, KNOWINGLY, AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S ENTERING JUDGMENT AGAINST THE MERCHANT BY CONFESSION PURSUANT TO THE TERMS THEREOF.

B. THE UNDERSIGNED ALSO ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGEE MAY, AFTER ENTRY OF JUDGMENT AND WITHOUT EITHER NOTICE OR A HEARING, FORECLOSE UPON, ATTACH, LEVY, OR OTHERWISE SEIZE PROPERTY OR PROCEED AGAINST THE INTERESTS OF THE MERCHANT IN PROPERTY (REAL OR PERSONAL) IN FULL OR PARTIAL PAYMENT OR SATISFACTION OF THE JUDGMENT OR JUDGMENTS. BEING FULLY AWARE OF THE MERCHANT'S RIGHTS AFTER JUDGMENT IS ENTERED (INCLUDING THE RIGHT TO MOVE TO OPEN OR STRIKE THE JUDGMENT OR JUDGMENTS), THE UNDERSIGNED HEREBY FREELY, KNOWINGLY AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGEE'S TAKING SUCH ACTIONS AS MAY BE PERMITTED UNDER APPLICABLE STATE AND FEDERAL LAW WITHOUT PRIOR NOTICE TO THE MERCHANT.

C. The Merchant hereby certifies that the financial accommodations being provided by the Obligor are for a business purpose, and not for personal, family or household use.

D. The statements made in this Disclosure for Confession of Judgment are made subject to the penalties of 18 Pa.C.S.A. § 4904 relating to unsworn falsification to authorities.

SELLER/MERCHANT
 By: KARA DIPIETRO

Kara DiPietro
 (Signature)

RIN# 52-2005467

SELLER/MERCHANT
 By: KARA DIPIETRO

Kara DiPietro
 (Signature)

SS# 130-60 4181

DocuSign Envelope ID: 4E0D3A8C-C26C-4D93-8CFC-071768CBCEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 800-385-7562

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to PURCHASER, SELLER/MERCHANT'S performance of all of the representations, and warranties made by SELLER/MERCHANT in this Agreement and the Factoring Agreement, in each agreement may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Agreement and the Merchant Agreement.

Guarantor Waivers. In the event that SELLER/MERCHANT violates its representations and warranties under the FACTORING AGREEMENT, PURCHASER may enforce its rights under this Agreement without first seeking to obtain payment from Merchant, any other guarantor, or any Collateral, Additional Collateral or Cross-Collateral. PURCHASER may hold pursuant to this Agreement or any other guaranty.

PURCHASER does not have to notify Guarantor of any of the following events and Guarantor will not be released from its obligations under this Agreement if it is not notified of: (i) SELLER/MERCHANT'S violation of the representations and warranties of the FACTORING AGREEMENT or any renewal, extension or other modification of the FACTORING AGREEMENT; in addition, PURCHASER may take any of the following actions without releasing Guarantor from any of its obligations under this Agreement: (i) renew, extend or otherwise modify the FACTORING AGREEMENT or SELLER/MERCHANT'S other obligations to PURCHASER; (ii) release SELLER/MERCHANT from its obligations to PURCHASER; (iii) sell, release, impair, waive or otherwise execute upon any collateral securing the Guaranteed Obligations; and (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantee of the Guaranteed Obligations in a manner that impairs or excludes the right of Guarantor to obtain reimbursement for payment under this Agreement. Until all obligations are fulfilled under the FACTORING AGREEMENT and SELLER/MERCHANT'S other obligations to PURCHASER under the FACTORING AGREEMENT and this Agreement are paid in full, Guarantor shall not seek reimbursement from Merchant or any other guarantor for any amounts paid by it under this Agreement. Guarantor permanently waives and shall not seek to exercise any of the following rights that it may have against SELLER/MERCHANT, any other guarantor, or any collateral provided by SELLER/MERCHANT or any other guarantor, for any amounts paid by it, or acts performed by it, under this Agreement: (i) subrogation, (ii) reimbursement, (iii) performance, (iv) indemnification, or (v) contribution. In the event that PURCHASER must claim any amount paid by SELLER/MERCHANT or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Agreement shall include that amount. NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE GUARANTY, THE CONFIRMATION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY GUARANTOR IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE GUARANTOR AND THE GUARANTOR'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She understands the seriousness of the provisions of this Agreement; (ii) He/She has had a full opportunity to consult with counsel of his/her choice; and (iii) He/She has consulted with counsel of his choice or has decided not to avail himself/herself of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Agreement are joint and several.

By: KARA DIPIETRO, Individual Guarantor


 (Signature)

BIB# 52-2905467

By: KARA DIPIETRO, Individual Guarantor


 (Signature)

SEE 180-60-MHI

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH IN THE "MERCHANT AGREEMENT", INCLUDING THE "TERMS AND CONDITIONS", ARE HEREBY INCORPORATED IN AND MADE A PART OF THIS SECURITY AGREEMENT AND GUARANTY.

CAPITALIZED TERMS NOT DEFINED IN THIS SECURITY AGREEMENT AND GUARANTY, SHALL HAVE THE MEANING SET FORTH IN THE MERCHANT AGREEMENT, INCLUDING THE TERMS AND CONDITIONS.

DocuSign Envelope ID: AEDB3A8C-C20C-4DB3-DCFC-071759CBCEA0



22 N 7th Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7362

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) is part of (and incorporated by reference into) the FACTORING AGREEMENT. You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes PURCHASER to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Seller/Merchant later identifies and is acceptable to PURCHASER) (hereinafter referred to as the "Designated Checking Account") in the disbursal amount set forth in the accompanying documents. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Merchant's depository bank a reasonable opportunity to act on it.

AUTOMATIC PAYMENT PLAN: Enrollment in PURCHASER's Automatic Payment Plan is required for approval. By signing below, Seller/Merchant agrees to enroll in the Automatic Payment Plan and authorizes PURCHASER to collect payments required under the terms of Seller/Merchant Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the accompanying Seller/Merchant Agreement. Seller/Merchant authorizes PURCHASER to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was not paid as provided in the payment schedule and any unpaid Fees. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Seller/Merchant's depository bank a reasonable opportunity to act on it. PURCHASER may suspend or terminate Seller/Merchant's enrollment in the Automatic Payment Plan immediately if Seller/Merchant fails to keep Seller/Merchant's designated checking account in good standing or if there are insufficient funds in Merchant's checking account to process any payment.

If Seller/Merchant revokes the authorization or PURCHASER suspends or terminates Seller/Merchant's enrollment in the Automatic Payment Plan, Seller/Merchant still will be responsible for making timely payments pursuant to the alternative payment methods described in the Seller/Merchant Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Seller/Merchant attests that the Designated Checking Account was established for business purposes and not primarily for personal, family or household purposes.

ACCOUNT CHANGES: Seller/Merchant agrees to notify PURCHASER promptly if there are any changes to the account and routing numbers of the Designated Checking Account.

MISCELLANEOUS: PURCHASER is not responsible for any fees charged by Seller/Merchant's bank as the result of credits or debits initiated under this agreement. The origination of ACH transactions to Merchant's account must comply with the provisions of U.S. law.

Signature: Lisa White Date: 12/19/2018

Bank Name: ON FILE

City: ON FILE State: ON FILE Zip: ON FILE

Routing Number: ON FILE

Account Number: ON FILE

Business Name on Account: ON FILE

Address on Account: ON FILE

Seller/Merchant Phone #: ON FILE Tax ID Number: ON FILE

Email: k.dipietro@hmcincorporated.com

Signature: Lisa White

Title: PRESIDENT & CEO

DocuSign Envelope ID: 4E0B3A0C-C20C-4D83-9CFC-071759CBCEA6



22 N 3rd Street, Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7562

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance evidence by the Merchant Agreement of this same date herewith (the "Business Cash Advance") from Complete Business Solutions Group, Inc., the undersigned Seller/Merchant hereby makes the following statement under penalty of law:

PLEASE SIGN OPTION ONE OR TWOOPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:

This Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name _____
 Name on Account _____
 Account Number _____
 Routing Number _____
 Fed ID number associated with this account _____
 Name associated with this account _____
 Phone number of person whose name is associated with this account _____

Bank Name _____
 Name on Account _____
 Account Number _____
 Routing Number _____
 Fed ID number associated with this account _____
 Name associated with this account _____
 Phone number of person whose name is associated with this account _____

Bank Name _____
 Name on Account _____
 Account Number _____
 Routing Number _____
 Fed ID number associated with this account _____
 Name associated with this account _____
 Phone number of person whose name is associated with this account _____

Bank Name _____
 Name on Account _____
 Account Number _____
 Routing Number _____
 Fed ID number associated with this account _____
 Name associated with this account _____
 Phone number of person whose name is associated with this account _____

"attach additional pages if necessary"

Seller/Merchant Signature [Signature] Dated 12/19/2018

Seller/Merchant Signature [Signature] Dated 12/19/2018

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Seller/Merchant Signature _____ Dated _____

Seller/Merchant Signature _____ Dated _____

DocuSign Envelope ID: 4EDB3A6C-C20C-4D83-9CFC-071750C0CEA8



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-1636 Fax: 866-306-7562

TRADE REFERENCES

Please provide a list of 3-5 professional references

1. Name: _____
Phone number: _____ Email Address: _____
2. Name: _____
Phone number: _____ Email Address: _____
3. Name: _____
Phone number: _____ Email Address: _____
4. Name: _____
Phone number: _____ Email Address: _____
5. Name: _____
Phone number: _____ Email Address: _____

DocuSign Envelope ID: 4EDB3A8C-C20C-4B83-8CFC-D71759CBCEA8



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7362

AUTHORIZATION TO RESUME ACH DEBITTING FORM

NAME OF SELLER/MERCHANT: Kara DiPietro

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account: Kara DiPietroAccount #: ON FILE Renting #: ON FILEAccount Type (select one): Checking ☐ Savings ☒Account Class (select one): Consumer Account ☐ Business Account ☒

Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling my ACH authorizations does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

Customer signature: Kara DiPietroDate: 12/19/2018Customer Printed Name: Kara DiPietro

Customer contact Telephone #: _____

Customer signature: _____

Date: _____

Customer Printed Name: _____

Customer contact Telephone #: _____

DocuSign Envelope ID: 4EDB3A8C-C20C-4D83-8CFC-071758C8CEA6



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

Dear Client,

Thank you for accepting this offer from Complete Business Solutions Group D/b/a Par Funding. We look forward to being your factoring partner for as long as you need.

Daily ACH Program:

Complete Business Solutions Group will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.

Please be assured that we carefully safeguard your confidential information and only essential top level personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

**Be sure to indicate capital or lower case letters.

NAME OF BANK: ON FILE

BANK PORTAL WEBSITE: ON FILE

USERNAME: ON FILE

PASSWORD: ON FILE

SECURITY QUESTION/ANSWER 1: ON FILE

SECURITY QUESTION/ANSWER 2: ON FILE

SECURITY QUESTION/ANSWER 3: ON FILE

ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS:

DocuSign Envelope ID: 4ED83A8C-G20C-4D0A-8CFC-071758CBCEA0



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 838-305-7562

APPENDIX A: THE FEE STRUCTURE

1. Origination Fee: \$50 BE DETERMINED to cover underwriting and related expenses
2. ACH Program Fee - \$WAIVED - The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs;
3. NSF Fee - \$75.00 (each) - Up to FOUR TIMES ONLY before a default is declared;
4. Rejected ACH - \$100.00 - If a merchant directs the bank to reject our debit ACH;
5. Bank Change Fee - \$50.00 - If a merchant requires a change of account to be debited requiring us to adjust our system;
6. Blocked Account - \$250.00 - If a merchant blocks CBSG's ACH debit of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank account or credit card processors to process its receipts;
7. Default Fee - \$500.00 default fee - If a merchant changes bank accounts or switches to another credit card processor without CBSG's consent, or commits another default pursuant to the Agreement;
8. 3rd Party Intermediary Fee - \$1,000.00 deposit toward reasonable related expenses incurred by PURCHASER. If PURCHASER receives a communication from a 3rd party debt relief/credit counselor entity or individual which has been retained by merchant and which concerns PURCHASER on merchant's behalf seeking to redirect communication (related to the obligations contained in this Agreement) to itself/themselves and away from Merchant. This fee shall be used to cover Purchaser's reasonable expenses in retaining counsel or other parties to handle this additional administration required by this retention of the intermediary by PURCHASER. Any portion of the fee that is not used by PURCHASER for this purpose shall be returned to Merchant at the conclusion of this Factoring Agreement or related legal action.
9. Collections Expense - In the event of default, Seller / Merchant shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred
10. Miscellaneous Service Fees - Merchant shall pay certain fees for services related to the origination and maintenance of accounts. Such Merchant shall receive their funding electronically to their designated bank account and will be charged \$WAIVED for a Fed Wire. The current charge for the underwriting, UCC, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with CBSG. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
11. Notary Fee - \$99.00 to cover online notary expenses
12. Risk Assessment Fee - \$WAIVED
13. UCC Fee - \$WAIVED

Merchant Signature: Kara DiPietro Name: Kara DiPietro

Merchant Signature: Kara DiPietro Name: Kara DiPietro

CBSG/Imv 9/13/2018 Agreement

DocuSign Envelope ID: 4EDB3A8C-C2DC-4D03-9CFC-071769CBCEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

MANDATORY JOINT AFFIDAVIT OF CONFESSION OF JUDGEMENT

INSTRUCTIONS:

SIGN AND NOTARIZE THIS SECTION OF THE AGREEMENT, SEND THE ORIGINAL COPY TO:

PAR FUNDING
22 N 3RD STREET
PHILADELPHIA, PA 19106

C/O UNDERWRITING

DocuSign Envelope ID: 4EDB3AEC-C20C-4D83-8CFC-071750CBCEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

NEW YORK UNITY FACTOR, LLC

Plaintiff,

-against-

HMC INCORPORATED D/B/A
HMC INCORPORATED and
KARA DIPIETRO,

Defendant(s)

Index No.

**AFFIDAVIT OF
CONFESSION OF JUDGMENT**

STATE OF _____)
COUNTY OF _____) ss.:

KARA DIPIETRO, being duly sworn, deposes and says:

1. I am a principal, owner, and an officer of HMC INCORPORATED D/B/A HMC INCORPORATED ("Merchant Defendant"), a CORPORATION located at 77190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046, in the County of _____, and as such, I have the authority to act on behalf of Merchant Defendant.

2. I reside at 1836 LANDRAKE RD, TOWSON, MD 21204, in the County of _____.

3. I, individually, and on behalf of Merchant Defendant consent to the jurisdiction of this Court.

4. Merchant Defendant hereby confesses judgment and authorizes entry of judgment in favor of Plaintiff and against Defendants in the Federal District Court for the _____, Court of Common Jurisdiction for the County of _____ in the State of _____ the sum of \$5,446,000.00 less any payments timely made pursuant to the secured Merchant Agreement dated DECEMBER 12, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest amount allowed by law, whichever is greater. Such

DocuSign Envelope ID: 4EDB3A8C-C28C-4D03-9CFC-071759C8CEA0



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-7636 Fax: 888-305-7362

amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Affidavit of Confession of Judgment.

5. In addition, I hereby confess judgment, individually and personally, jointly and severely, and authorize entry of judgment in favor of Plaintiff and against myself in the Federal District Court for the _____ Court of Common Jurisdiction for the County of _____ in the State of _____, against me personally in the sum of \$5,446,000.00 less any payments timely made pursuant to the Merchant Agreement dated DECEMBER 19, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest rate allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Confession of Judgment.

6. This confession of judgment is for a debt due to Plaintiff arising from Defendants' failure to pay to Plaintiff, Merchant Defendant's accounts-receivable, which were purchased by Plaintiff pursuant to the secured Merchant Agreement dated DECEMBER 19, 2018, and for Defendants' breach of the secured Merchant Agreement, plus agreed-upon interest, reasonable attorneys' fees, costs and disbursements, as agreed-upon by Merchant Defendant and myself, under the secured Merchant Agreement, dated DECEMBER 19, 2018, of which supporting documents include a Personal Guarantee and a UCC-1 financing statement(s).

7. Merchant Defendant and I hereby agree that the execution and delivery of this Affidavit of Confession of Judgment and any entry of judgment thereon shall be without prejudice to any and all rights of Plaintiff, who reserves all of its rights and remedies against Defendants.

DocuSign Envelope ID: 4EDB3A0C-C20C-4D83-0CFC-071759CBCEA0



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 484-305-7562

8. If for any reason entry of judgment in the above specified amount or execution on the same is outside the jurisdiction of this Court, Merchant Defendant and I hereby consent to the personal jurisdiction, entry of judgment, and execution thereon in any State or Federal Court of the United States of America.

9. I have been authorized by Merchant Defendant to sign this Affidavit of Confession of Judgment on this ____ day of _____, 2018.

By: _____
KARA DIPIETRO, individually, and on behalf of HMC
INCORPORATED D/B/A HMC INCORPORATED

Sworn to before me this
____ day of _____, 2018.

Notary Public

DocuSign Envelope ID: 4EDB3ABC-C20C-4083-9CFC-071760CBCEA5



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

DECEMBER 19, 2018

Attn: Court Orders & Levies Dept.

Re: HMC INCORPORATED, et al.
 Supreme Court of the State of New York, Richmond County Index No.
Information Subpoena and Restraining Notice - RELEASE

Complete Business Solutions Group, Inc. d/b/a Par Funding ("Funder"), Plaintiff/Judgment Creditor, and KARA ENTERPRISE ("KARA") and HMC INCORPORATED ("HMC INCORPORATED"), Defendants/Judgment Debtors (collectively, "the Parties"), hereby authorize _____, N.A. and/or related entities (collectively, "_____, N.A.") to release (\$ _____) (the "Release Amount") from the funds currently held in reserve per the Information Subpoena with Restraining Notice ("IS/RN"), payable as follows:

Via check

Via wire to:

HMC INCORPORATED and KARA agree to indemnify and hold harmless _____, N.A. and its officers, directors, agents and employees from and against claims, damages, losses and expenses, including but not limited to attorneys' fees, arising out of or resulting from this release and/or the IS/RN. Upon tender of the Release Amount, Funder consents to the immediate RELEASE of the remainder and/or account(s) being held on reserve to HMC INCORPORATED, KARA, and/or its/their principals, agents, heirs and assigns.

10. AGREED AND ACCEPTED:

By: [Signature]
KARA ENTERPRISE (Name)
Owner/Manager/Agent (Title)
 individually, and on behalf of HMC
 INCORPORATED

By: _____
 Norman M. Vatz, Esq.
 Attorney for Plaintiff/Judgment
 Creditor, NEW YORK UNITY
 FACTOR LLC and
 Complete Business Solutions Group, Inc.
 205 Arch Street - 2nd Floor
 Philadelphia, PA 19106
 (215) _____ (tel.)

DocuSign Envelope ID: 4EDB3A6C-C20C-4D83-9CFC-071758CB0EAB



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

State of _____)

County of _____)

ss:
On the _____ day of _____ in the year 2018, before me, the undersigned Notary Public in and for said state, personally appeared KARA DIPIBTRO, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that she/he executed the same in her/his capacity, and that by her/his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC



DocuSign Envelope ID: 4EDB3A6C-C20C-4D83-8CFC-071769C8CEA6



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562



Filed and Attested by the
Office of Judicial Records
14 May 2019 11:16 am

EXHIBIT "E"

DocuSign Envelope ID: B1724E30-F0C1-4599-BAD0-341627679AA9



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

ACKNOWLEDGEMENT

I, KARA DIPIETRO, hereby acknowledge:

- There has been no promise of additional capital in 30 days from funding by CBSG or any ISO (broker).
 - Our policy is that merchants can seek additional capital from us when they have paid 55% of the Receipts Purchased Amount.
- That CBSG does not permit outside fees and that no one has discussed additional fees with me. The fee amount for this agreement is \$30,500.00, which will be held back from the funding amount.
- There has not been and will not any contact from Third Party debt companies regarding this Factoring Agreement dated OCTOBER 3, 2018.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.

Kara Dipietro
Signature

10/3/2018 11:49:09 AM PDT

Date

I, KARA DIPIETRO, hereby acknowledge:

- Additional Funding/"Stacking" Fee: 15% of Advance Amount – If the MERCHANT/GUARANTOR takes additional funding at any point after being funded by CBSG, without prior notice to and consent by CBSG, a fee amounting to 15% of the amount of the advance shall automatically be added to the payback amount of the advance. CBSG reserves the right to declare the account in default, at any point after learning such "stacking" has occurred; regardless of the payments made by the MERCHANT/GUARANTOR, with the filing of the Confession of Judgement in a court of competent jurisdiction.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.

Kara Dipietro
Signature

10/3/2018 11:49:09 AM PDT

Date



DocuSign Envelope ID: B1724E30-F0C1-4589-BA00-341B27670AAS



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215.922.2636 Fax: 888.305.7562

FACTORING AGREEMENT

Dated the 3rd day of OCTOBER, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

DBA: HMC INCORPORATED

Type of entity (check one) ☐ Corporation ☐ LLC ☐ Joint Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 52-2085467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account acceptable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to request the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remains in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections 1 and 11 of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$1,527,023.11 Specified Percentage: 10% Daily Specified Amount: \$5,552.81 for 44 days Receipts Purchased Amount: \$1,771,346.81
*Debit #s / Invoices: 2462-01-04, 2466-05, 3030-01, 2965-16, 2804-16, 3012-03, 3012-04, 2662-01-05, 3031-01, 3028-01, 3024-02, 3028-01, 3026-01, 3033-01, 3080-07, 3032-01, 3033-01, 3088-02, 2505-15, 2946-05, 2846-05, 3020-03, 3022-01, 3029-01, 3033-01
*After 44 days, Payment to be returned or we will recross factor rate

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 12 HEREOF ARE HEREBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT
By: KARA DIPIETRO, OWNER
Name and Title

Executed by:
Kara Dipietro
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT
By: KARA DIPIETRO, OWNER
Name and Title

Executed by:
Kara Dipietro
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon his/her or its execution of the Agreement in all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Officers for the purpose of this Agreement, and (ii) pull credit report at any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION

By _____
Merchant Initials

DocuSign Envelope ID: B1724E3D-F9C1-4569-BAD0-34192707BAA8


 22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

08/27/2018	2852-01-04	2852-01-MD-PG Co Courthouse-Rich Mae	24,703.41
08/27/2018	2946-06	2946-SC-MUSC - Robins & Morton	40,218.94
08/31/2018	3030-01	3030-DC-DC Court	277.69
08/31/2018	2865-18	2865-Capitol One - DPR Const	21,503.00
09/01/2018	2806-18	2806-MD-Point St Apts - Armada Hoffer	170,697.34
09/13/2018	3017-03	3017-MD-JHU Siloff	7,664.46
09/13/2018	3017-04	3017-MD-JHU Siloff	1,800.04
09/18/2018	2662-01-05	2662-01-MD-PG Co Courthouse-Rich Mae	31,853.60
09/19/2018	3031-01	3031-FL-Solidcore Aventura FL-PWC	12,137.79
09/19/2018	3020-01	3020-MD-Residence Inn BWIHB	2,665.00
09/19/2018	3024-02	3024-VA-PRCS HQ 742 Miller Dr	40,953.13
09/19/2018	3020-01	3020-MD-Residence Inn BWIHB	2,655.00
09/20/2018	3026-01	3026-VA-Booz Allen HITT	630.00
09/21/2018	3033-01	3033-MD-NFCU Fort Meade-Morgan Keller	1,129.43
09/21/2018	3000-07	3000-MD-M & T Bank Stadium Phase 2	40,421.22
09/21/2018	3032-01	3032-MD-HCGH Cath Lab Reno-Mazzuca	3,677.02
09/21/2018	3033-01	3033-MD-NFCU Fort Meade-Morgan Keller	1,129.43
09/21/2018	3000-07	3000-MD-M & T Bank Stadium Phase 2	40,421.22
09/25/2018	2806-18	2806-MD-Point St Apts - Armada Hoffer	52,269.49
09/27/2018	2946-06	2946-SC-MUSC - Robins & Morton	175,042.60
10/01/2018	2946-06	2946-SC-MUSC - Robins & Morton	140,972.01
10/02/2018	3020-02	Residence Inn BWI Airport	136,050.00
10/02/2018	3022-01	Mitchell Courthouse Building	233,000.00
10/02/2018	3029-01	Harford County Courthouse	275,000.00
10/02/2018	3033-01	NFCU-Fort Meade	53,069.52
			<u>1,627,023.11</u>

 2050 NE 207 St,
 Aventura


DocuSign Envelopes ID: B1724E30-F0C1-460B-BA00-34102797BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 800-305-7562

FACTORING AGREEMENT TERMS AND CONDITIONS

1. GENERAL TERMS OF AGREEMENT (MUTUAL REPRESENTATIONS AND WARRANTIES)

1.1 Electronic Fund Transfer. Upon request from PURCHASER ("hereinafter CDSG or Purchaser") Seller/Merchant ("hereinafter Merchant") shall execute such forms or agreements acceptable to PURCHASER, with Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER, and/or its authorized agent with all the information, authorization and passwords necessary for verifying Merchant's receivable, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the SPECIFIED DAILY AMOUNT by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.2 Deposit Agreement. Seller/Merchant shall execute an agreement (the "Deposit Agreement") acceptable to PURCHASER, with a Bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER and/or its authorized agent with all of the information, authorizations and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account. Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the specified percentages by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.3 Term of Agreement. This Agreement shall have a term as set forth above. Upon the expiration of the term, this Agreement shall automatically renew for successive similar terms, provided, however, that during the renewal term(s) Merchant may terminate this Agreement upon ninety days' prior written notice (effective upon receipt) to PURCHASER. The termination of this Agreement shall not affect Merchant's responsibility to satisfy all outstanding obligations to PURCHASER at the time of termination.

1.4 Future Purchases. PURCHASER reserves the right to rescind the offer to make any purchase payments hereunder, in its sole discretion.

1.5 Financial Condition. Merchant authorizes PURCHASER and its agents to investigate their financial responsibility and history, and will provide to PURCHASER any bank or financial statements, tax returns, etc., as PURCHASER deems necessary prior to or at any time after execution of this Agreement. A photocopy of this authorization will be deemed as acceptable for release of financial information. PURCHASER is authorized to update such information and financial profiles from time to time as it deems appropriate.

1.6 Transactional History. Merchant authorizes their bank to provide PURCHASER with Merchant's

banking or processing history to determine qualification or continuation in this program.

1.7 Indemnification. Merchant jointly and severally indemnify and hold harmless Processor, its officers, directors and shareholders against all losses, damages, claims, liabilities and expenses (including reasonable attorney's fees)

incurred by Processor resulting from (a) claims asserted by PURCHASER for monies owed to PURCHASER from Merchant and (b) actions taken by Processor in reliance upon information or instructions provided by PURCHASER.

1.8 No Liability. In no event will CBG be liable for any claims asserted by Merchant under any legal theory for lost profits, lost revenues, lost business opportunities, exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant.

1.9 Reliance on Terms. Section 1.1, 1.2, 1.8 and 2.5 of this Agreement are agreed to for the benefit of Merchant, PURCHASER and Processor, not notwithstanding the fact that Processor is not a party to this Agreement. Processor may rely upon their terms and raise them as a defense in any action.

1.10 Sale of Receipts. Merchant and CBG agree that the Purchase Price under this Agreement is in exchange for the Purchased Amount and that such Purchase Price is not intended to be, nor shall it be construed as a loan from PURCHASER to Merchant. Merchant agrees that the Purchase Price is in exchange for Funds Receipts pursuant to this Agreement equal the fair market value of such Receipts. PURCHASER has purchased and shall own all the Receipts described in this Agreement up to the full Purchased Amount as the Receipts are created. Payments made to PURCHASER with respect to the full amount of the Receipts shall be conditioned upon Merchant's sale of products and services and the payment therefore by Merchant's customers in the manner provided in Section 1.4. IN NO EVENT SHALL THE AGGREGATE OF THE AMOUNTS RECEIVED BE DEEMED AS INTEREST HEREUNDER. In the event that a court determines that PURCHASER has charged or received interest hereunder, and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and PURCHASER shall promptly refund to Merchant any interest received by PURCHASER in excess of the maximum lawful rate, it being intended that Merchant not pay or contract to pay, and that PURCHASER not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant under applicable law. MERCHANT ACKNOWLEDGES THAT PENNSYLVANIA LAW APPLIES TO THE WITHIN AGREEMENT.

1.11 Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes PURCHASER to initiate one or more ACH debits at the specified "Daily Retrieval Rate" from the Account as an approximation of the bona payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables, to reconcile the daily payments made against the Specified Percentage, permitting PURCHASER to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

1.12 Power of Attorney. Merchant irrevocably appoints PURCHASER as its agent and attorney-in-fact with full authority to take any action or execute any instrument or document to settle all obligations due to PURCHASER from Processor, or in the case of a violation by Merchant of Sections 1.12 or the occurrence of an Event of Default under Section 4 hereof, from Merchant, under this Agreement, including without limitation (i) to obtain and adjust insurance, (ii) to collect monies due or to become due under or in respect of any of the Collateral, (iii) to receive, endorse and collect any checks, notes, drafts, instruments, documents or chattel paper in connection with clause (i) or clause (ii) above, (iv) to sign Merchant's name on any invoice, bill of lading, or assignment directing customers or account debtors to make payment directly to PURCHASER; and (v) to file any claims or take any action or institute any proceeding which PURCHASER may deem necessary for the collection of any of the unpaid Purchased Amount from the Collateral, or otherwise to enforce its rights with respect to payment of the Purchased Amount.

1.13 Protection Against Default. Merchant represents and warrants that it will not violate Conditions (a) through (e) below and in the event of default thereunder the following Protections 1 through 3 may be invoked by PURCHASER, immediately and without notice to Merchant in the event: (a) Merchant takes any action to discourage the use of electronic check processing that are settled through Processor, or permits any event to occur that could have an adverse effect on the use, acceptance, or authentication of checks for the purchase of Merchant's services and products including, but not limited to direct deposit of any checks into a bank account without scanning into the PURCHASER electronic check processor, (b) Merchant changes its arrangements with Processor in any way that is adverse to PURCHASER, (c) Merchant changes the electronic check processor through which the Receipts are settled from Processor to another electronic check processor, or permits any event to occur that could cause diversion of any of Merchant's check transactions to another processor, (d) Merchant interrupts the operation of this business (other than adverse weather, natural disasters or acts of God) transfers, moves, sells, disposes, transfers or otherwise conveys its business or assets without (i) the express prior written consent of PURCHASER, and (ii) the written agreement of any purchaser or transferee to the assumption of all of Merchant's obligations under this Agreement pursuant to documentation satisfactory to PURCHASER, or (e) Merchant takes any action, fails to take any action, or offers any incentive—economic or otherwise—the result of which will be to induce any customer or customers to pay for Merchant's services with any means other than checks that are settled through Processor. These protections are in addition to any other remedies available to PURCHASER at law, in equity or otherwise pursuant to this Agreement.

Protection 1. The full uncollected Purchased Amount plus all fees due under this Agreement and the attached Security Agreement become due and payable in full immediately.

Protection 2. Upon breach of ANY MATERIAL PROVISION OR BREACH OF REPRESENTATIONS AND WARRANTIES in this Agreement, PURCHASER may enter that confession of judgment (judgment) with the Clerk of the Court and execute thereon.

Protection 3. PURCHASER may enforce its security interest in the Collateral identified in Article III hereof.

Seller/Merchant Initials _____

DocuSign Envelope ID: B1724E30-FBC1-4509-BA00-34182707BAAB



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-303-7562

Protection 4. The entire Unpaid Purchase Amount shall become immediately refundable to PURCHASER from Merchant.

Protection 5. Purchaser may proceed to protect and enforce its rights and remedies by lawsuit, in any such lawsuit, in which Purchaser shall recover judgment against Merchant, Merchant shall be liable for the full costs of PURCHASER'S legal action, including all reasonable attorneys' fees and court costs.

Protection 6. Merchant shall, upon execution of this Agreement, deliver to PURCHASER an executed assignment of lease of Merchant's premises in favor of CBSG. Upon breach of any provision in this paragraph 1.13, PURCHASER may exercise its rights under such assignment of lease.

Protection 7. PURCHASER may debit Merchant's depository accounts wherever situated by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant's bank account.

Protection 8. In the event Merchant changes or permits the change of the Processor approved by CBSG, or adds an additional Processor, in violation of Section 1.11 above, CBSG shall have the right, without waiving any of its rights and remedies and without notice to Merchant, to notify the new or additional Processor of the sale of the Receipts hereunder and to direct such new or additional Processor to make payment directly to CBSG of all or any portion of the amount received by such Processor.

1.14 Protection of Information. Merchant and each person signing this Agreement on behalf of Merchant and/or as Owner, in respect of himself or herself personally, authorizes PURCHASER to disclose information concerning Merchant's and each Owner's credit standing (including credit bureau reports that PURCHASER obtains) and business conduct only to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner hereby waives to the maximum extent permitted by law any claim for damages against PURCHASER or any of its affiliates relating to any (i) investigation undertaken by or on behalf of PURCHASER as permitted by this Agreement or (ii) disclosure of information as permitted by this Agreement.

1.15 Confidentiality. Merchant understands and agrees that the terms and conditions of the products and services offered by PURCHASER, including this Agreement and any other PURCHASER documents (collectively, "Confidential Information") are proprietary and confidential information of PURCHASER. Accordingly, unless disclosure is required by law or court order, Merchant shall not disclose Confidential Information of PURCHASER to any person other than an attorney, accountant, financial advisor or employee of Merchant who needs to know such information for the purpose of advising Merchant ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant and that agrees in writing to be bound by the terms of this Section 1.15.

1.16 DBA's. Merchant hereby acknowledges and agrees that PURCHASER may be using "doing business as" or "d/b/a" names in connection with various matters relating to the transaction between PURCHASER and Merchant, including the filing of UCC-1 financing statements and other notices in filings.

II. MERCHANT REPRESENTATIONS, WARRANTIES AND COVENANTS. Merchant represents, warrants and covenants that as of this date and during the term of this Agreement:

2.1 Financial Condition and Financial Information. Bank and financial statements, and future statements

furnished to PURCHASER, fairly represent the financial condition of Merchant as such dates. Merchant has a continuing, affirmative obligation to advise PURCHASER of any material or adverse change in its financial condition, operation or ownership. PURCHASER may request statements at any time during the performance of this Agreement and the Merchant shall provide them to PURCHASER within 5 business days. Merchant's failure to do so is a material breach of this Agreement.

2.2 Governmental Approvals. Merchant is in compliance and shall comply with all laws and has valid permits, authorizations and licenses to own, operate and lease its properties and to conduct the business in which it is presently engaged.

2.3 Authorization. Merchant, and the person(s) signing this Agreement on behalf of Merchant, have full power and authority to incur and perform the obligations under this Agreement, all of which have been duly authorized.

2.4 Insurance. Merchant will maintain business-interruption insurance naming CBSG as loss payee and additional insured in amounts and against risks as are satisfactory to PURCHASER and shall provide PURCHASER proof of such insurance upon request.

2.5 Electronic Check Processing Agreement. Merchant will not change its processor, add terminals, change its financial institution or bank account(s) or take any other action that could have any adverse effect upon Merchant's obligation under this Agreement, without PURCHASER'S prior written consent. Any such change shall be a material breach of this Agreement.

2.6 Change of Name or Location. Merchant will not conduct Merchant's businesses under any name other than as disclosed to the Processor and PURCHASER or change any of its places of business.

2.7 Daily Batch Out. Merchant will batch out receipts with the Processor on a daily basis.

2.8 Estoppel Certificate. Merchant will at any time, and from time to time, upon at least one (1) day's prior notice from PURCHASER to Merchant, execute, acknowledge and deliver to PURCHASER and/or to any other person, person firm or corporation specified by PURCHASER, a statement certifying that this Agreement is unmodified and in full force and effect (or, if there have been modifications, that the same is in full force and effect as modified and stating the modifications) and stating the dates which the Purchased Amount or any portion thereof has been repaid.

2.9 No Bankruptcy. As of the date of this Agreement, Merchant does not contemplate and has not filed any petition for bankruptcy protection under Title 11 of the United States Code and there has been no involuntary petition brought or pending against Merchant. Merchant further warrants that it does not anticipate filing any such bankruptcy petition and it does not anticipate that an involuntary petition will be filed against it. In the event that the Merchant files for bankruptcy protection or is placed under involuntary filing (Sections 7 and 11) or immediately invoked.

2.10 Working Capital Funding. Merchant shall not enter into any arrangement, agreement or commitment that relates to or involves the Receipts, whether in the form of a purchase of a loan against, collateral against the sale or purchase of credits against, Receipts or future check sales with any party other than PURCHASER.

2.11 Unencumbered Receipts. Merchant has good, complete and marketable title to all Receipts, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages,

security interests, equities, pledges and encumbrances of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated with, or adverse to the interests of PURCHASER.

2.12 Business Purpose. Merchant is a valid business in good standing under the laws of the jurisdiction in which it is organized and/or operates, and Merchant is entering into this Agreement FOR BUSINESS PURPOSES ONLY and not as a consumer for personal, family or household purposes.

2.13 Default under Other Contracts. Merchant's execution of and/or performance under this Agreement will not cause or create an event of default by Merchant under any contract with another person or entity.

2.14 3rd Party Negotiations with Respect to This Agreement and the Obligations Herein. Merchant hereby agrees not to retain any 3rd party negotiators, consolidators, or credit relief agencies with regard to its obligations under the terms of this Agreement. Merchant will announce and allow direct communication with PURCHASER at all times during the course of this Agreement and shall not engage any 3rd party to negotiate its obligations as stated in this Agreement. Should Merchant violate this subsection 2.14, Merchant will be liable for the additional fee as specific in the attached Appendix A.

(II. EVENTS OF BREACH OF REPRESENTATIONS, WARRANTIES, AND COVENANTS AND REMEDIES

3.1 Events of Breach of Representations, Warranties and Covenants. The occurrence of any of the following events shall constitute an "Event of a Breach of Representations, Warranties, and Covenants" hereunder: (a) Merchant shall violate any term or covenant in this Agreement; (b) Any representation or warranty by Merchant in this Agreement shall prove to have been incorrect, false or misleading in any material respect when made; (c) Merchant shall admit in writing its inability to pay its debts, or shall make a general assignment for the benefit of creditors; or any proceeding shall be initiated by or against Merchant seeking to adjudicate it a bankrupt or insolvent, or seeking reorganization, arrangement, adjustment, or composition of it or its debts; (d) the sending of notice of termination by MERCHANT; (e) Merchant shall transport, move, interrupt, suspend, dissolve or terminate its business; (f) Merchant shall transfer or sell off or substantially all of its assets; (g) Merchant shall make or send notice of any intended bulk sale or transfer by Merchant; (h) Merchant shall use multiple depository accounts without the prior written consent of PURCHASER; (i) Merchant shall change its depository account without the prior written consent of PURCHASER; (k) Merchant shall perform any act that reduces the value of any Collateral granted under this Agreement; (l) Merchant shall engage a third party to renegotiate the terms of this Agreement on Merchant's behalf; (m) Merchant shall engage a third party in an attempt to cease direct communication and/or contact with PURCHASER; or (n) Merchant shall default under any of the terms, covenants and conditions of any other agreement with PURCHASER.

3.2 Remedies. In case any Event of a Breach of Representations, Warranties and Covenants, Default occurs and is not waived pursuant to Section A.4 hereof, PURCHASER may proceed to protect and enforce its rights or remedies by suit in equity or by action at law, or both, whether for the specific performance of any covenant, agreement or other provision contained herein, or to enforce the discharge of Merchant's obligations hereunder or any other legal or equitable

Merchant Initials _____

DocuSign Envelope ID: B1724E30-FC1-4599-BA00-341B2797BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-303-7562

right or remedy, IN THE EVENT OF VIOLATION OF THE REPRESENTATIONS AND WARRANTIES BY MERCHANT, PURCHASER may also file a Complaint in Confession of Judgment pursuant to the Warrant of Attorney contained herein. All rights, powers and remedies of PURCHASER in connection with this Agreement may be exercised at any time by PURCHASER after the occurrence of an Event of Default, and shall be in addition to any other rights, powers or remedies provided by law or equity.

3.3 Consent to Sale/Transfer of Interest. In event of MERCHANT breach of warranties, covenants and representations under this Agreement, Merchant consents to PURCHASER's sale or transfer of its remaining interests in MERCHANT'S receivables to a third party buyer of defaulted financial obligations and instruments. More specifically, MERCHANT recognizes PURCHASER'S authority to sell its interests in and receivables to New York Unity Factor, LLC ("NYUF") which MERCHANT authorizes to pursue legal remedies in NYUF's home State of New York in the event of a breach of the warranties, covenants, and representations stated under this Agreement.

3.4 WARRANT OF ATTORNEY TO CONFESS JUDGMENT. UPON THE OCCURRENCE OF A VIOLATION OF THE REPRESENTATIONS AND WARRANTIES MADE HERETOFORE BY MERCHANT, MERCHANT IRREVOCABLY AUTHORIZES AND EMPOWERS ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD, TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS MERCHANT AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT, FOR LIEN PRIORITY PURPOSES, EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00), ADDED FOR ATTORNEY'S COLLECTION FEES, WITH THE ACTUAL AMOUNT OF ATTORNEY'S FEES AND COSTS TO BE DETERMINED IN ACCORDANCE WITH THE SECTION OF THIS MERCHANT AGREEMENT "ATTORNEY'S FEES AND COLLECTION COSTS." TO THE EXTENT PERMITTED BY LAW, MERCHANT: (1) WAIVE THE RIGHT OF INQUIRY ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNES THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVE AND RELEASE ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASE ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS MERCHANT AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT AGREEMENT AS A WARRANT OF ATTORNEY. THE AUTHORITY AND

POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS BUSINESS CASH ADVANCE AND SECURITY AGREEMENT SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS THERETOFORE BEEN CONFERRED ON MORE THAN ONE OCCASION FOR THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFERRED AGAINST THE MERCHANT HEREUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

3.41 NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY MERCHANT IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE MERCHANT AND THE MERCHANT'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

3.5 Costs. Merchant shall pay to PURCHASER all reasonable costs associated with (a) a breach by Merchant of the Covenants in this Agreement and the enforcement thereof, and (b) the enforcement of PURCHASER'S remedies set forth in Section 4.2 above, including but not limited to court costs and attorneys' fees.

3.6 Required Notifications. Merchant is required to give PURCHASER written notice within 24 hours of any filing under Title 11 of the United States Code. Merchant is required to give PURCHASER seven days' written notice prior to the closing of any sale of all or substantially all of the Merchant's assets or stock.

IV. MISCELLANEOUS

4.1 Modifications/Agreements. No modification, amendment, waiver or consent of any provision of this Agreement shall be effective unless the same shall be in writing and signed by PURCHASER.

4.2 Assignment. PURCHASER may assign, transfer or sell its rights to receive the Purchased Amount or delegate its duties hereunder, either in whole or in part.

4.3 Notice. All notices, requests, consent, demands and other communications hereunder shall be delivered by certified mail, return receipt requested, to the respective parties to this Agreement at the addresses set forth in this Agreement and shall become effective only upon receipt.

4.4 Waiver Remedies. No failure on the part of PURCHASER to exercise, and no delay in exercising, any right under this Agreement shall operate as a waiver thereof, nor shall any single or partial exercise

of any right under this Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

4.5 Merchant/Guarantor(s) barred from transfer. This Agreement shall be binding upon and inure to the benefit of Merchant, PURCHASER and their respective successors and assigns, except that Merchant shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of PURCHASER, which consent may be withheld in PURCHASER'S sole discretion. PURCHASER reserves the right to assign this Agreement with or without prior written notice to Merchant or Guarantor(s).

4.6 Governing Law/Jurisdiction/Venue for disputes. All signatories to this Agreement consent that this Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania, without regard to any applicable principles of conflicts of law. Any suit, action or proceeding arising hereunder, or the interpretation, performance or breach hereof, shall, if PURCHASER so elects, be instituted in the Court of Common Pleas, Philadelphia County, Federal Court for the Eastern District of Pennsylvania, or the Philadelphia County Municipal Court, (the "Acceptable Forum"). Merchant agrees that the Acceptable Forums are convenient to it, and submits to the jurisdiction of the Acceptable Forums and waives any and all objections to jurisdiction or venue. Should such proceeding be initiated in any other forum, Merchant waives any right to oppose any motion or application made by PURCHASER to transfer such proceeding to an Acceptable Forum.

4.7 Survival of Representation, etc. All representations, warranties and covenants herein shall survive the execution and delivery of this Agreement and shall continue in full force until all obligations under this Agreement shall have been satisfied in full and this Agreement shall have terminated.

4.8 Severability. In case any of the provisions in this Agreement is found to be invalid, illegal or unenforceable in any respect, the validity, legality and enforceability of any other provision contained herein shall not in any way be affected or impaired.

4.9 Entire Agreement. Any provision hereof prohibited by law shall be ineffective only to the extent of such prohibition without invalidating the remaining provisions hereof. This Agreement and Security Agreement hereto embody the entire agreement between Merchant and PURCHASER and supersede all prior agreements and understandings relating to the subject matter hereof.

4.10 JURY TRIAL WAIVER. THE PARTIES HERETO WAIVE TRIAL BY JURY IN ANY COURT IN ANY SUIT, ACTION OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS AGREEMENT IS A PART OR THE ENFORCEMENT HEREOF. THE PARTIES HERETO ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY AND VOLUNTARILY AND WITHOUT DURESS, AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.

4.11 CLASS ACTION WAIVER. THE PARTIES HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A

Merchant Initials

DocuSign Envelope ID: B1724E30-F0C1-4698-BAD0-34102787BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-385-7562

REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AGAINST PUBLIC POLICY, TO THE EXTENT EITHER PARTY IS PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENTATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEYS' FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION (NOT WITHSTANDING ANY OTHER PROVISION IN THIS AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.

4.12 Counterparts & Facsimile/E-mail Signatures.
This Agreement may be executed in any number of counterparts each of which shall be deemed to be an original, all of which together shall be deemed one and the same instrument. Further, facsimile and e-mail signatures shall be deemed to be originals for all purposes.

Merchant Initials:

DocuSign Envelope ID: B1724E3B-F0C1-4699-BA130-34102797BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 800-305-7562

Seller/Merchant's Legal Name: HMC INCORPORATED DBA HMC INCORPORATED

Physical Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

PRD ID # (Merchant): 52-2005467

SECURITY AGREEMENT

Security Interest. To secure SELLER/MERCHANT'S performance obligations to PURCHASER under the "Factoring Agreement", SELLER/MERCHANT hereby grants to PURCHASER a security interest in (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, and inventory, or these terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by SELLER/MERCHANT; and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral")

Cross-Collateral. To secure MERCHANT's payment and performance obligations to PURCHASER under this Security Agreement (the "Agreement"), MERCHANT hereby grants PURCHASER a security interest in (the "Additional Collateral") MERCHANT understands that PURCHASER will have a security interest in the aforesaid Additional Collateral upon execution of this Agreement

SELLER/MERCHANT acknowledge and agree that any security interest granted to PURCHASER under any other agreement between SELLER/MERCHANT and PURCHASER (the "Cross-Collateral") will secure the obligations hereunder and under the FACTORING Agreement

SELLER/MERCHANT agrees to execute any documents or take any action in connection with this Agreement as PURCHASER deems necessary to perfect or maintain PURCHASER'S first priority security interest in the Collateral, the Additional Collateral and the Cross-Collateral, including the execution of any account control agreements. SELLER/MERCHANT hereby authorizes PURCHASER to file any financing statements deemed necessary by PURCHASER to perfect or maintain PURCHASER'S security interest, which financing statement may contain a notation that SELLER/MERCHANT has granted a negative pledge to PURCHASER with respect to the Collateral, the Additional Collateral and the Cross-Collateral, and that any subsequent lien or may be tortiously interfering with PURCHASER'S rights. SELLER/MERCHANT shall be liable for and PURCHASER may charge and collect all costs and expenses, including but not limited to attorney's fees, which may be incurred by PURCHASER in protecting, preserving and enforcing PURCHASER'S security interest and rights

Negative Pledge. SELLER/MERCHANT agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral or the Cross-Collateral, as applicable

Consent to Enter Premises and Assign Lease. PURCHASER shall have the right to cure SELLER/MERCHANT default in the payment of rent on the following terms. In the event SELLER/MERCHANT is served with papers in an action against SELLER/MERCHANT for nonpayment of rent or for summary eviction, PURCHASER may execute its rights and remedies under the Assignment of Lease. SELLER/MERCHANT also agrees that PURCHASER may enter into an agreement with SELLER/MERCHANT landlord giving PURCHASER the right: (a) to enter SELLER/MERCHANT'S premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and (b) to assign SELLER/MERCHANT'S lease to another qualified SELLER/MERCHANT capable of operating a business comparable to SELLER/MERCHANT at such premises.

Remedy. Upon any event of Default, PURCHASER may pursue any remedy available at law (including those available under the provisions of the UCC), or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise

SELLER/MERCHANT
 BY: KARA DIFENZO, OWNER

Witnessed by:

 KARA DIFENZO, OWNER



DocuSign Envelope ID: B1724E30-F0C1-4599-BA00-34182707BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7562

DISCLOSURE FOR CONFESSION OF JUDGMENT

AFFILIANT: KARA DIPIETRO

OBLIGEE: Complete Business Solutions Group, Inc. d/b/a Pay Funding

The undersigned have executed, and/or is executing, on even date herewith, one or more of the following instruments under which the Merchant is obligated to repay monies to Obligor:

1. Factoring Agreement dated OCTOBER 3, 2018; and

A. THE MERCHANT ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGOR MAY ENTER JUDGMENT BY CONFESSION AGAINST THE MERCHANT BEING FULLY AWARE OF THE MERCHANT'S RIGHTS TO PRIOR NOTICE AND A HEARING ON THE VALIDITY OF ANY JUDGMENT OR OTHER CLAIMS THAT MAY BE ASSERTED AGAINST THE MERCHANT BY OBLIGOR THEREUNDER BEFORE JUDGMENT IS ENTERED, THE UNDERSIGNED HEREBY FREELY, KNOWINGLY, AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGOR'S ENTERING JUDGMENT AGAINST THE MERCHANT BY CONFESSION PURSUANT TO THE TERMS THEREOF.

B. THE UNDERSIGNED ALSO ACKNOWLEDGES AND AGREES THAT THE ABOVE DOCUMENTS CONTAIN PROVISIONS UNDER WHICH OBLIGOR MAY, AFTER ENTRY OF JUDGMENT AND WITHOUT EITHER NOTICE OR A HEARING, FORECLOSE UPON, ATTACH, LEVY, OR OTHERWISE SEIZE PROPERTY OR PROCEED AGAINST THE INTERESTS OF THE MERCHANT IN PROPERTY (REAL OR PERSONAL) IN FULL OR PARTIAL PAYMENT OR SATISFACTION OF THE JUDGMENT OR JUDGMENTS. BEING FULLY AWARE OF THE MERCHANT'S RIGHTS AFTER JUDGMENT IS ENTERED (INCLUDING THE RIGHT TO MOVE TO OPEN OR STRIKE THE JUDGMENT OR JUDGMENTS), THE UNDERSIGNED HEREBY FREELY, KNOWINGLY AND INTELLIGENTLY WAIVES THESE RIGHTS AND EXPRESSLY AGREES AND CONSENTS TO OBLIGOR'S TAKING SUCH ACTIONS AS MAY BE PERMITTED UNDER APPLICABLE STATE AND FEDERAL LAW WITHOUT PRIOR NOTICE TO THE MERCHANT.

C. The Merchant hereby certifies that the financial accommodations being provided by the Obligor are for a business purpose, and not for personal, family or household use.

D. The statements made in this Disclosure for Confession of Judgment are made subject to the penalties of 18 Pa.C.S.A. § 4904 relating to misstatements to authorities.

SELLER/MERCHANT
 By: KARA DIPIETRO

Dec. by: Kara Dipietro
 (Signature) E224748581826193

ID# 52-7005467

SELLER/MERCHANT
 By: KARA DIPIETRO

Dec. by: Kara Dipietro
 (Signature) E224748581826193

SSH 120-603481

Page 19

Merchant Initials _____ Merchant Initials

116
 (11)

Case ID: 190501349

DocuSign Envelope ID: B1724E30-F0C1-4689-BAD0-34162797BA49



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 800-305-7562

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to PURCHASER, SELLER/MERCHANT'S performance of all of the representations, and warranties made by SELLER/MERCHANT in this Agreement and the Factoring Agreement, as each agreement may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Agreement and the Merchant Agreement.

Guarantor Waivers. In the event that SELLER/MERCHANT violates its representations and warranties under the FACTORING AGREEMENT, PURCHASER may enforce its rights under this Agreement without first seeking to obtain payment from Merchant, any other guarantor, or any Collateral, Additional Collateral or Cross-Collateral. PURCHASER may hold pursuant to this Agreement or any other guaranty.

PURCHASER does not have to notify Guarantor of any of the following events and Guarantor will not be released from its obligations under this Agreement if it is not notified of: (i) SELLER/MERCHANT'S violation of the representations and warranties of the FACTORING AGREEMENT or any renewal, extension or other modification of the FACTORING AGREEMENT. In addition, PURCHASER may take any of the following actions without releasing Guarantor from any of its obligations under this Agreement: (i) renew, extend or otherwise modify the FACTORING AGREEMENT or SELLER/MERCHANT'S other obligations to PURCHASER; (ii) release SELLER/MERCHANT from its obligations to PURCHASER; (iii) sell, release, impair, waive or otherwise execute upon any collateral securing the Guaranteed Obligations; and (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantee of this Guaranteed Obligations in a manner that impairs or precludes the right of Guarantor to obtain reimbursement for payment under this Agreement. Until all obligations are satisfied under the FACTORING AGREEMENT and SELLER/MERCHANT'S other obligations to PURCHASER under this FACTORING AGREEMENT and this Agreement are paid in full, Guarantor shall not seek reimbursement from Merchant or any other guarantor for any amounts paid by it under this Agreement. Guarantor permanently waives and shall not seek to exercise any of the following rights that it may have against SELLER/MERCHANT, any other guarantor, or any collateral provided by SELLER/MERCHANT or any other guarantor, for any amounts paid by it, or not performed by it, under this Agreement: (i) subrogation; (ii) reimbursement; (iii) performance; (iv) indemnification; or (v) contribution. In the event that PURCHASER must return any amount paid by SELLER/MERCHANT or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Agreement shall include that amount. NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE GUARANTY, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY GUARANTOR IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE GUARANTOR AND THE GUARANTOR'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She understands the seriousness of the provisions of this Agreement; (ii) He/She has had a full opportunity to consult with counsel of his/her choice; and (iii) He/She has consulted with counsel of his choice or has decided not to avail himself/herself of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Agreement are joint and several.

SELLER/MERCHANT
 By: KARA DIPILRO

Executed by:
 Kara Dipilro
 (Signature)

FIR# 52-2605462

SELLER/MERCHANT
 By: KARA DIPILRO

Executed by:
 Kara Dipilro
 (Signature)

SS# 180-66-4421

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH IN THE "MERCHANT AGREEMENT", INCLUDING THE "TERMS AND CONDITIONS", ARE HEREBY INCORPORATED IN AND MADE A PART OF THIS SECURITY AGREEMENT AND GUARANTY.

CAPITALIZED TERMS NOT DEFINED IN THIS SECURITY AGREEMENT AND GUARANTY, SHALL HAVE THE MEANING SET FORTH IN THE MERCHANT AGREEMENT, INCLUDING THE TERMS AND CONDITIONS.

10

DocuSign Envelope ID: B1724E30-F0C1-4590-BA00-341B2797BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-385-7562

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) is part of (and incorporated by reference into) the FACTORING AGREEMENT. You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes PURCHASER to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Seller/Merchant later identifies and is acceptable to PURCHASER) (hereinafter referred to as the "Designated Checking Account") in the disbursement amount set forth in the accompanying documents. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Merchant's depository bank a reasonable opportunity to act on it.

AUTOMATIC PAYMENT PLAN: Enrollment in PURCHASER's Automatic Payment Plan is required for approval. By signing below, Seller/Merchant agrees to enroll in the Automatic Payment Plan and authorizes PURCHASER to collect payments required under the terms of Seller/Merchant Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the accompanying Seller/Merchant Agreement. Seller/Merchant authorizes PURCHASER to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was not paid as provided in the payment schedule and any unpaid Fees. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Seller/Merchant's depository bank a reasonable opportunity to act on it. PURCHASER may suspend or terminate Seller/Merchant's enrollment in the Automatic Payment Plan immediately if Seller/Merchant fails to keep Seller/Merchant's designated checking account in good standing or if there are insufficient funds in Merchant's checking account to process any payment.

If Seller/Merchant revokes the authorization or PURCHASER suspends or terminates Seller/Merchant's enrollment in the Automatic Payment Plan, Seller/Merchant still will be responsible for making timely payments pursuant to the alternative payment methods described in the Seller/Merchant Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Seller/Merchant attests that the Designated Checking Account was established for business purposes and not primarily for personal, family or household purposes.

ACCOUNT CHANGES: Seller/Merchant agrees to notify PURCHASER promptly if there are any changes to the account and routing numbers of the Designated Checking Account.

MISCELLANEOUS: PURCHASER is not responsible for any fees charged by Seller/Merchant's bank as the result of credits or debits initiated under this agreement. The origination of ACH entries to and from Merchant's account must comply with the provisions of U.S. law.

Signature: Kara Vapalro Date: 10/3/2018 11:48:00 AM PDT

Bank Name: TD Bank ON File

City: _____ State: _____ Zip: _____

Routing Number: ON FILE

Account Number: ON FILE

Business Name on Account: ON FILE

Address on Account: _____

Seller/Merchant Phone # _____ Tax ID Number: _____

Signature: Kara Vapalro

Title: _____



DocuSign Envelope ID: B1724E3D-F0C1-4599-BAD0-34102707BAA9



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2626 Fax: 888-305-2562

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance evidence by the Merchant Agreement of this same date herewith (the "Business Cash Advance") from Complete Business Solutions Group, Inc., the undersigned Seller/Merchant hereby makes the following statement under penalty of law:

PLEASE SIGN OPTION ONE OR TWO

OPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:

The Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

**attach additional pages if necessary

Seller/Merchant Signature		Dated	10/3/2018 11:49:09 AM PDT
Seller/Merchant Signature		Dated	10/3/2018 11:49:09 AM PDT

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Seller/Merchant Signature _____ Dated _____
 Seller/Merchant Signature _____ Dated _____

Page 112

Merchant Initials

Merchant Initials

Case ID: 190501349

DocuSign Envelope ID: B1724E30-F0C1-4590-BAD0-34182707BAAG



22 N 1st Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7362

AUTHORIZATION TO RESUME ACH DEBITING FORM

NAME OF SELLER/MERCHANT: _____

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account: _____

Account #: _____ Routing #: _____

Account Type (select one): Checking ☐ Savings ☐Account Use (select one): Consumer Account ☐ Business Account ☒

Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling my ACH authorization does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

Customer signature: *Kara Dipietro*

 E-190501349

Date: 10/3/2018 11:49:09 AM PDT

Customer Printed Name: _____

Customer contact Telephone #: _____

Customer signature: _____

Date: _____

Customer Printed Name: _____

Customer contact Telephone #: _____



DocuSign Envelope ID: B1724E30-F0C1-4500-BAD0-34162707BAA0



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-303-7562

Dear Client,

Thank you for accepting this offer from Complete Business Solutions Group D/b/a Par Funding. We look forward to being your factoring partner for as long as you need

Daily ACH Program:

Complete Business Solutions Group will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.

Please be assured that we carefully safeguard your confidential information and only essential top level personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

**Be sure to indicate capital or lower case letters

NAME OF BANK: _____

BANK PORTAL WEBSITE: _____

USERNAME: _____

PASSWORD: _____

SECURITY QUESTION/ANSWER 1: _____

SECURITY QUESTION/ANSWER 2: _____

SECURITY QUESTION/ANSWER 3: _____

ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS:

Page | 14

Merchant Initials

Merchant Initials

DB
67

Case ID: 190501349


DocuSign Envelope ID: B1724E30-F0C1-4699-BAD0-34102707BAA9




22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

APPENDIX A: THE FEE STRUCTURE

- 1 Origination Fee - \$10,000.00 to cover underwriting and related expenses
- 2 ACH Program Fee - \$500.00 - The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs;
- 3 NSF Fee - \$75.00 (each) - Up to FOUR TIMES ONLY before a default is declared;
- 4 Rejected ACH - \$100.00 - If a merchant directs the bank to reject our debit ACH;
- 5 Bank Change Fee - \$50.00 - If a merchant requires a change of account to be debited requiring us to adjust our system;
- 6 Blocked Account - \$250.00 - If a merchant blocks CBSG's ACH debit of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank accounts or credit-card processors to process its receipts;
- 7 Default Fee - \$500.00 default fee - If a merchant changes bank accounts or switches to another credit card processor without CBSG's consent, or commits another default pursuant to the Agreement;
- 8 3rd Party Intermediary Fee - \$4,000.00 deposit toward reasonable related expenses incurred by PURCHASER. If PURCHASER receives a communication from a 3rd party debt relief/negotiator entity or individual which has been retained by Merchant and which contacts PURCHASER on Merchant's behalf seeking to redirect communication (related to the obligations contained in this Agreement) to itself/themselves and away from Merchant. This fee shall be used to cover a Purchaser's reasonable expenses in retaining counsel or other parties to handle this additional administration required by this retention of the intermediary by PURCHASER. Any portion of the fee that is not used by PURCHASER for this purpose shall be returned to Merchant at the conclusion of this Factoring Agreement or related legal action.
- 9 Collections Expense - In the event of default, Seller / Merchant shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred.
- 10 Miscellaneous Service Fees - Merchant shall pay certain fees for services related to the origination and maintenance of accounts. Each Merchant shall receive their funding electronically to their designated bank account and will be charged \$30.00 for a Fed Wire. The current charge for the underwriting, NSF, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with CBSG. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
- 11 Risk Assessment Fee - \$10,000.00
- 12 UCC Fee - \$10,000.00

Merchant Signature: Kara Dipietro Name: 

Merchant Signature: Kara Dipietro Name: 

CBSG/9/13/2018 Agreement

DocuSign Envelope ID: B1724E3D-F0C1-4600-BAD0-34102707BAA9



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

MANDATORY JOINT AFFIDAVIT OF CONFESSION OF JUDGEMENT

INSTRUCTIONS:

SIGN AND NOTARIZE THIS SECTION OF THE AGREEMENT, SEND THE ORIGINAL COPY TO:

PAR FUNDING
22 N 3RD STREET
PHILADELPHIA, PA 19106

C/O UNDERWRITING



DocuSign Envelope ID: B1724E30-F0C1-4598-BAD0-341027973AA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-932-2616 Fax: 888-305-7562

NEW YORK UNITY FACTOR, LLC

Plaintiff,

-against-

HMC INCORPORATED D/B/A
 HMC INCORPORATED and
 KARA DIPIETRO,

Defendant(s)

Index No.

**AFFIDAVIT OF
 CONFESSION OF JUDGMENT**

STATE OF _____)
) ss.:
 COUNTY OF _____)

KARA DIPIETRO, being duly sworn, deposes and says:

1. I am a principal, owner, and an officer of HMC INCORPORATED D/B/A HMC INCORPORATED ("Merchant Defendant"), a CORPORATION located at 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046, in the County of _____, and as such, I have the authority to act on behalf of Merchant Defendant.

2. I reside at 1836 LANDRAKE RD, TOWSON, MD 21204, in the County of _____.

3. I, individually, and on behalf of Merchant Defendant consent to the jurisdiction of this Court.

4. Merchant Defendant hereby confesses judgment and authorizes entry of judgment in favor of Plaintiff and against Defendants in the Federal District Court for the _____, Court of Common Jurisdiction for the County of _____ in the State of _____ the sum of \$1,771,346.81 less any payments timely made pursuant to the secured Merchant Agreement dated OCTOBER 3, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest amount allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Affidavit of Confession of Judgment.

Page | 17

Merchant Initials

Merchant Initials

RS
 (10)

Case ID: 190501349

DocuSign Envelope ID: B1724E30-F0C1-4509-BAD0-34102707BAA9



22 N 1st Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

5. In addition, I hereby confess judgment, individually and personally, jointly and severely, and authorize entry of judgment in favor of Plaintiff and against myself in the Federal District Court for the _____ Court of Common Jurisdiction for the County of _____ in the State of _____, against me personally in the sum of \$1,771,346.81 less any payments timely made pursuant to the Merchant Agreement dated OCTOBER 3, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest rate allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Confession of Judgment.

6. This confession of judgment is for a debt due to Plaintiff arising from Defendants' failure to pay to Plaintiff, Merchant Defendant's accounts-receivable, which were purchased by Plaintiff pursuant to the secured Merchant Agreement dated OCTOBER 3, 2018, and for Defendants' breach of the secured Merchant Agreement, plus agreed-upon interest, reasonable attorneys' fees, costs and disbursements, as agreed-upon by Merchant Defendant and myself, under the secured Merchant Agreement, dated OCTOBER 3, 2018, of which supporting documents include a Personal Guarantee and a UCC-1 financing statement(s).

7. Merchant Defendant and I hereby agree that the execution and delivery of this Affidavit of Confession of Judgment and any entry of judgment thereon shall be without prejudice to any and all rights of Plaintiff, who reserves all of its rights and remedies against Defendants.

8. If for any reason entry of judgment in the above specified amount or execution on the same is outside the jurisdiction of this Court, Merchant Defendant and I hereby consent to the personal jurisdiction, entry of judgment, and execution thereon in any State or Federal Court of the United States of America.

9. I have been authorized by Merchant Defendant to sign this Affidavit of Confession of Judgment on this _____ day of _____, 2018.

A handwritten signature in blue ink, appearing to be 'EB' followed by a stylized '60'.

Page | 18

Merchant Initials

Merchant Initials

Case ID: 190501349

DocuSign Envelope ID: 91724E30-F0C1-4599-BA00-34102797BAA0



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 838-305-7562

By: _____
KARA DIPIETRO, individually, and on behalf of HMC
INCORPORATED D/B/A HMC INCORPORATED

Sworn to before me this _____
day of _____, 2018.

Notary Public

DocuSign Envelope ID: B1724E3D-F0C1-4599-BAD0-34102797BAA9



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-303-7362

OCTOBER 3, 2018

Attn: Court Orders & Levies Dept.

Re: HMC INCORPORATED, et al.
 Supreme Court of the State of New York, Richmond County Index No.
Information Subpoena and Restraining Notice - RELEASE

Complete Business Solutions Group, Inc. d/b/a Par Funding ("Funder"), Plaintiff/Judgment Creditor, and ~~KARA DIPIETRO~~ ("KARA") and HMC INCORPORATED ("HMC INCORPORATED"), Defendants/Judgment Debtors (collectively, "the Parties"), hereby authorize _____, N.A. and/or related entities (collectively, "_____, N.A.") to release (\$ _____) (the "Release Amount") from the funds currently held in reserve per the Information Subpoena with Restraining Notice ("IS/RN"), payable as follows:

Via check

--

Via wire to:

--

HMC INCORPORATED and KARA agree to indemnify and hold harmless _____, N.A. and its officers, directors, agents and employees from and against claims, damages, losses and expenses, including but not limited to attorneys' fees, arising out of or resulting from this release and/or the IS/RN. Upon tender of the Release Amount, Funder consents to the immediate RELEASE of the remainder and/or account(s) being held on reserve to HMC INCORPORATED, KARA, and/or its/their principals, agents, heirs and assigns.

10. AGREED AND ACCEPTED:

By: _____
KARA DIPIETRO (Name)
Owner/Manager/Agent (Title)
 individually, and on behalf of HMC
INCORPORATED

By: _____
 Norman M. Valz, Esq.
 Attorney for Plaintiff/Judgment
 Creditor, NEW YORK UNITY
FACTOR LLC and
 Complete Business Solutions Group, Inc.
 205 Arch Street - 2nd Floor
 Philadelphia, PA 19106
 (215) _____ (tel.)

State of _____)
 County of _____) ss:

Page | 20

Merchant Initials _____

Merchant Initials _____

Case ID: 190501349

DocuSign Envelope ID: B1724E20-F0C1-4599-BAD0-34182797BAA9



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

On the _____ day of _____, in the year 2018, before me, the undersigned Notary Public in and for said state, personally appeared KARA DISTERD, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that she/he executed the same in her/his capacity, and that by her/his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.

NOTARY PUBLIC

Filed and Accepted by the
Office of Judicial Records
14 SEP 2019 11:36 am
CLERK

EXHIBIT "F"

DocuSign Envelope ID: 8FE88BFF-9947-48C2-9B2D-C3F0251A8179



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-303-7562

ACKNOWLEDGEMENT

I, KARA DIPIETRO, hereby acknowledge:

- There has been no promise of additional capital in 30 days from funding by CBSG or any ISO (broker).
 - Our policy is that merchants can seek additional capital from us when they have paid 55% of the Receipts Purchased Amount.
- That CBSG does not permit outside fees and that no one has discussed additional fees with me. The fee amount for this agreement is \$10,000.00, which will be held back from the funding amount.
- There has not been and will not any contact from Third Party debt companies regarding this Factoring Agreement dated AUGUST 7, 2018.

I, the undersigned, acknowledge that I am in agreement with these items, which are also described in detail within the pages of this document.

Kara Dipietro
Signature

8/7/2018 1:34:04 PM PDT

Date

Merchant Initials

DocuSign Envelope ID: 8FE8B0FF-9D47-48C2-9B2D-C3F0251AD179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 886-305-7562

FACTORING AGREEMENT

Dated the 7th day of AUGUST, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

D/B/A: HMC INCORPORATED

Type of entity (check one) ☐ Corporation ☒ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7198 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 52-2065467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account receivable to CBSG (the "Aggnet") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remains in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default. (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections I and II of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$300,000.00 Specified Percentage: 10% Daily Specified Amount: \$3,307.02 for 127 days Receipts Purchased Amount: \$420,000.00
Deal #37 / Invoice #: 2646-05-06-07

If Receipts Purchased Are Not Met Within 23.44 Installments Receipts Purchased Amount: \$330,000.00

If Receipts Purchased Are Not Met Within 45.86 Installments Receipts Purchased Amount: \$260,000.00

If Receipts Purchased Are Not Met Within 67.28 Installments Receipts Purchased Amount: \$320,000.00

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 12 HEREOF ARE HERBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT
By: KARA DIPIETRO, OWNER
Name and Title:

X Kara DiPietro
(7271029185229)
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT
By: KARA DIPIETRO, OWNER
Name and Title:

X Kara DiPietro
(7271029185229)
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon his/her or its execution of the Agreement to all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Owners for the purpose of this Agreement, and (ii) pull credit report at any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION.

FACTORING AGREEMENT TERMS AND CONDITIONS

DS
10

DocuSign Envelope ID: 0FE000FF-9947-40G2-902D-C3F0251A6179


 22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562
FACTORING AGREEMENT

Dated the 7TH day of AUGUST, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

D/B/A: HMC INCORPORATED

Type of entity (check one) ☐ Corporation ☐ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 51-2005467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account acceptable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of the Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remain in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debit under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections I and II of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$390,000.00 Specified Percentage: 10% Daily Specified Amount: \$3,907.00 for 127 days Receipts Purchased Amount: \$390,000.00

*Deal #38 / Invoiced: 3000-04-05-06

*If Receipts Purchased Are Not Met Within 23-44 Installments Receipts Purchased Amount: \$330,000.00

*If Receipts Purchased Are Not Met Within 45-66 Installments Receipts Purchased Amount: \$260,000.00

*If Receipts Purchased Are Not Met Within 67-100 Installments Receipts Purchased Amount: \$190,000.00

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 12 HEREOF ARE HEREBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT
By: KARA DIPETRO, OWNER
Name and Title

Discussed by:
X Kara Dipetro
(Signature in blue)
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT
By: KARA DIPETRO, OWNER
Name and Title

Discussed by:
X Kara Dipetro
(Signature in blue)
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By _____
Company Officer

To the extent set forth herein, each of the parties is obligated upon his/her or its execution of the Agreement to all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recurrent interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Owners for the purpose of this Agreement, and (ii) pull credit report on any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION
FACTORING AGREEMENT TERMS AND CONDITIONS

DocuSign Envelope ID: 6FE80BFF-9947-40C2-962D-C3F0251A0179



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

FACTORING AGREEMENT

Dated the 7TH day of AUGUST, 2018 by and between Complete Business Solutions Group, Inc. ("CBSG" and/or "PURCHASER") and the "SELLER/MERCHANT" listed below (as "Seller/Merchant" or "the Merchant").

Business Legal Name: HMC INCORPORATED

D/B/A: HMC INCORPORATED

Type of entity (check one) ☐ Corporation ☐ LLC ☐ Limited Partnership ☐ Limited Liability Partnership ☐ Sole Proprietor

Physical Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Mailing Address: 7190 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

Fed ID#: 52-1895467

PURCHASE AND SALE OF FUTURE RECEIPTS WITH SELLER RECOURSE

Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights and other obligations arising from or relating to the payment of monies from Seller/Merchant's customers' and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of the merchant's business) until such time as the "Receipts Purchased Amount (PPA)" has been delivered by Seller/Merchant to CBSG.

THIS IS A FACTORING AGREEMENT WITH RECOURSE.

The Purchased Amount shall be paid to CBSG by Seller/Merchant's irrevocably authorizing only one depositing account acceptable to CBSG (the "Account") to remit the Daily Specified Amount from the Seller/Merchant's receipts until such time as CBSG receives payment in full of its Receipts Purchased Amount. In consideration of servicing the account, the Seller/Merchant hereby authorizes CBSG to ACH debit the "Specified Daily Amount" from the merchant's bank account, as an approximation of the base payment due under the Specified Percentage. It is the Seller/Merchant's responsibility to provide bank statements for any and all bank accounts by the Merchant to reconcile the daily payments made against the Daily Specified Amount. Failure to provide all of their bank statements in a timely manner or missing a month shall forfeit all rights to future reconciliations. CBSG may, upon Seller/Merchant's request, adjust the amount of any payment due under this Agreement at CBSG's sole discretion and as it deems appropriate in servicing this Agreement. Seller/Merchant warrants that it will ensure that funds adequate to cover the amount to be debited by CBSG remains in the account. Seller/Merchant will be held responsible for any fees incurred by CBSG resulting from a rejected ACH attempt or an event of default. (See Appendix A). CBSG is not responsible for any overdrafts or rejected transactions in the Seller/Merchant's account which may result from CBSG's scheduled ACH debits under the terms of this agreement. Notwithstanding anything to the contrary in this Agreement or any other agreement between CBSG and Seller/Merchant, upon the violation of any provision contained in Sections 1 and 11 of the FACTORING AGREEMENT, shall be deemed a breach of the representations and warranties contained herein. A list of all fees applicable under this FACTORING AGREEMENT is contained in Appendix A.

Purchase Price: \$350,000.00 Specified Percentage: 10% Daily Specified Amount: \$3,307.09 for 127 days Receipts Purchased Amount: \$420,000.00
*Deal #392 Invoice #: 2806-10-11

*If Receipts Purchased Are Not Met Within 23-34 Installments Receipts Purchased Amount: \$350,000.00

*If Receipts Purchased Are Not Met Within 35-56 Installments Receipts Purchased Amount: \$350,000.00

*If Receipts Purchased Are Not Met Within 57-100 Installments Receipts Purchased Amount: \$350,000.00

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH ON PAGES 2 THROUGH 11 HEREOF ARE HERBY INCORPORATED HEREIN AND MADE A PART OF THIS FACTORING AGREEMENT.

FOR THE SELLER/MERCHANT

By: KARA DIPETRO, OWNER

Name and Title

X Kara Dipetro
(Seller/Merchant Signature)

FOR THE SELLER/MERCHANT

By: KARA DIPETRO, OWNER

Name and Title

X Kara Dipetro
(Seller/Merchant Signature)

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By

Company Officer

To the extent set forth herein, each of the parties is obligated upon his/ her/ or its execution of the Agreement in all terms of the Agreement, including the Additional Terms set forth below. Each individual executing this Agreement represents that he or she is authorized to sign this Agreement for Merchant, legally binding said Merchant to honor the terms of this obligation and that the information provided herein and in all of CBSG documents, forms and recorded interviews is true, accurate and complete in all respects. If any such information is false or misleading, Merchant shall be deemed in material breach of all agreements and the representations and warranties contained herein between Merchant and CBSG and CBSG shall be entitled to all remedies available under law. Merchant and each of the above-signed Officers/ Owners authorizes CBSG, its agents and representatives and any credit-reporting agency engaged by CBSG, to (i) investigate any references given or any other statements or data obtained from or about Merchant or any of its Owners for the purpose of this Agreement, and (ii) pull credit report at any time now or for so long as Merchant and Owner(s) continue to have any obligation owed to CBSG.

ANY MISREPRESENTATION MADE BY SELLER/MERCHANT OR OWNER IN CONNECTION WITH THIS AGREEMENT MAY CONSTITUTE A SEPARATE CAUSE OF ACTION FOR FRAUD OR INTENTIONAL MISREPRESENTATION
FACTORING AGREEMENT TERMS AND CONDITIONS

Page 14

Merchant Initials

LD

Case ID: 190501349

DocuSign Envelope ID: 6FE080FF-0047-48C2-902D-C3F0251A8179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

1. GENERAL TERMS OF AGREEMENT (MUTUAL REPRESENTATIONS AND WARRANTIES)

1.1 Electronic Fund Transfer. Upon request from PURCHASER (hereinafter CBSG or Purchaser") Seller/Merchant ("Merchant") shall execute such forms or agreements acceptable to PURCHASER, with bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER, and/or its authorized agent with all the information, authorization and passwords necessary for verifying Merchant's receivable, receipts and deposits into the account Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the SPECIFIED DAILY AMOUNT by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.2 Deposit Agreement. Seller/Merchant shall execute an agreement (the "Deposit Agreement") acceptable to PURCHASER, with a bank acceptable to PURCHASER, to obtain electronic fund transfer services. Merchant shall provide PURCHASER and/or its authorized agent with all of the information, authorizations and passwords necessary for verifying Merchant's receivables, receipts and deposits into the account. Merchant shall authorize PURCHASER and/or its agent to deduct the amounts owed to PURCHASER for the Receipts as specified herein from settlement amounts which would otherwise be due to Merchant from electronic check transactions and to pay such amounts to PURCHASER by permitting PURCHASER to withdraw the specified percentages by ACH debiting of the account. The authorization shall be irrevocable without the written consent of PURCHASER.

1.3 Term of Agreement. This Agreement shall have a term as set forth above. Upon the expiration of the term, this Agreement shall automatically renew for successive similar terms, provided, however, that during the renewal term(s) Merchant may terminate this Agreement upon ninety days' prior written notice (effective upon receipt) to PURCHASER. The termination of this Agreement shall not affect Merchant's responsibility to satisfy all outstanding obligations to PURCHASER at the time of termination.

1.4 Future Purchases. PURCHASER reserves the right to rescind the offer to make any purchase payments hereunder, in its sole discretion.

1.5 Financial Condition. Merchant authorizes PURCHASER and its agents to investigate their financial responsibility and history, and will provide to PURCHASER any bank or financial statements, tax returns, etc., as PURCHASER deems necessary prior to or at any time after execution of this Agreement. A photograph of this authorization will be deemed as acceptable for release of financial information. PURCHASER is authorized to update such information and financial profiles from time to time as it deems appropriate.

1.6 Transactional History. Merchant authorizes their bank to provide PURCHASER with Merchant's banking or processing history to determine qualification or continuation in this program.

1.7 Indemnification. Merchant jointly and severally indemnify and hold harmless Processor, its officers, directors and shareholders against all losses, damages, claims, liabilities and expenses (including reasonable attorney's fees)

incurred by Processor resulting from (a) claims asserted by PURCHASER for monies owed to PURCHASER from Merchant; and (b) actions taken by Processor in reliance upon information or instructions provided by PURCHASER.

1.8 No Liability. In no event will CBSG be liable for any claims asserted by Merchant under any legal theory for lost profits, lost revenues, lost business opportunities, exemplary, punitive, special, incidental, indirect or consequential damages, each of which is waived by Merchant.

1.9 Release on Terms. Section 1.1, 1.7, 1.8 and 2.5 of this Agreement are agreed to for the benefit of Merchant, PURCHASER and Processor, and notwithstanding the fact that Processor is not a party of this Agreement, Processor may rely upon their terms and make them a defense in any action.

1.10 Sale of Receipts. Merchant and CBSG agree that the Purchase Price under this Agreement is in exchange for the Purchased Amount and that such Purchase Price is not intended to be, nor shall it be construed as a loan from PURCHASER to Merchant. Merchant agrees that the Purchase Price is in exchange for Future Receipts pursuant to this Agreement equals the fair market value of such Receipts PURCHASER has purchased and shall own all the Receipts described in this Agreement up to the full Purchased Amount as the Receipts are created. Payments made to PURCHASER with respect to the full amount of the Receipts shall be conditioned upon Merchant's sale of products and services and the payment therefore by Merchant's customers in the manner provided in Section 1.1. IN NO EVENT SHALL THE AGGREGATE OF THE AMOUNTS RECEIVED BE DEEMED AS INTEREST HEREUNDER. In the event that a court determines that PURCHASER has charged or received interest hereunder, and that said amount is in excess of the highest applicable rate, the rate in effect hereunder shall automatically be reduced to the maximum rate permitted by applicable law and PURCHASER shall promptly refund to Merchant any interest received by PURCHASER in excess of the maximum lawful rate, it being intended that Merchant not pay or contract to pay, and that PURCHASER not receive or contract to receive, directly or indirectly in any manner whatsoever, interest in excess of that which may be paid by Merchant under applicable law. MERCHANT ACKNOWLEDGES THAT PENNSYLVANIA LAW APPLIES TO THE WITHIN AGREEMENT.

1.11 Monthly Assessment of Merchant Cash Flow. Merchant hereby authorizes PURCHASER to initiate one or more ACH debits at the specified "Daily Retrieval Rate" from the Account as an approximation of the base payment due under the Specified Percentage. It is the Merchant's responsibility to provide financial information (e.g. bank statements, credit card processing statements, general ledger) regarding its gross receivables, to reconcile the daily payments made against the Specified Percentage, permitting PURCHASER to debit or credit the difference to Merchant on a monthly basis so that the Daily Retrieval Rate equals the Specified Percentage.

1.12 Power of Attorney. Merchant irrevocably appoints PURCHASER as its agent and attorney-in-fact with full authority to take any action or execute any instrument or document to settle all obligations due to PURCHASER from Processor, or in the case of a

violation by Merchant of Section 1.12 or the occurrence of an Event of Default under Section 4 hereof, from Merchant, under this Agreement, including without limitation (i) to obtain and adjust insurance; (ii) to collect monies due or to become due under or in respect of any of the Collateral; (iii) to receive, endorse and collect any checks, notes, drafts, instruments, documents or chattel paper in connection with clause (i) or clause (ii) above; (iv) to sign Merchant's name on any invoice, bill of lading, or assignment directing customers or account debtors to make payment directly to PURCHASER; and (v) to file any claims or take any action or institute any proceeding which PURCHASER may deem necessary for the collection of any of the unpaid Purchased Amount from the Collateral, or otherwise to enforce its rights with respect to payment of the Purchased Amount.

1.13 Protections Against Default. Merchant represents and warrants that it will not violate Conditions (a) through (c) below and in the event of default hereunder the following Protections 1 through 8 may be invoked by PURCHASER, immediately and without notice to Merchant in the event: (a) Merchant takes any action to discourage the use of electronic check processing that are settled through Processor, or permits any event to occur that could have an adverse effect on the use, acceptance, or authorization of checks for the purchase of Merchant's services and products including but not limited to direct deposit of any checks into a bank account without scanning into the PURCHASER electronic check processor; (b) Merchant changes its arrangements with Processor in any way that is adverse to PURCHASER; (c) Merchant changes the electronic check processor through which the Receipts are settled from Processor to another electronic check processor, or permits any event to occur that could cause diversion of any of Merchant's check transactions to another processor; (d) Merchant interrupts the operation of this business (other than adverse weather, natural disasters or acts of God) transfers, moves, sells, disposes, transfers or otherwise conveys its business or assets without (i) the express prior written consent of PURCHASER, and (ii) the written agreement of any purchaser or transferee to the assumption of all of Merchant's obligations under this Agreement pursuant to documentation satisfactory to PURCHASER; or (e) Merchant takes any action, fails to take any action, or offers any incentive—economic or otherwise—the result of which will be to induce any customer or customer to pay for Merchant's services with any means other than checks that are settled through Processor. These protections are in addition to any other remedies available to PURCHASER at law, in equity or otherwise pursuant to this Agreement.

Protection 1. The full uncollected Purchase Amount plus all fees due under this Agreement and the attached Security Agreement become due and payable in full immediately.

Protection 2. Upon breach of ANY MATERIAL PROVISION OR BREACH OF REPRESENTATIONS AND WARRANTIES in this Agreement, PURCHASER may enter that confession of judgment (judgment) with the Clerk of the Court and execute thereon.

Protection 3. Purchaser may enforce its security interest in the Collateral identified in Article III hereof.

Protection 4. The entire Unpaid Purchase Amount shall become immediately refundable to PURCHASER from Merchant.

Protection 5. Purchaser may proceed to protect and enforce its rights and remedies by lawsuit. In any such lawsuit, in which Purchaser shall recover judgment against Merchant, Merchant shall be liable for the full

Merchant Initials

DocuSign Envelope ID: 0FE00BFF-6947-40C2-062D-C3F0251A8170



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

costs of PURCHASER'S legal action, including all reasonable attorneys' fees and court costs.

Protection 6. Merchant shall, upon execution of this Agreement, deliver to PURCHASER an executed assignment of lease of Merchant's premises in favor of CBSG. Upon breach of any provision in this paragraph 1.13, PURCHASER may exercise its rights under such assignment of lease.

Protection 7. PURCHASER may debit Merchant's depository accounts wherever situated by means of ACH debit or facsimile signature on a computer-generated check drawn on Merchant's bank account.

Protection 8. In the event Merchant changes or permits the change of the Processor approved by CBSG, or adds an additional Processor, in violation of Section 1.11 above, CBSG shall have the right, without waiving any of its rights and remedies and without notice to Merchant, to notify the new or additional Processor of the sale of the Receipts hereunder and to direct such new or additional Processor to make payment directly to CBSG of all or any portion of the amount received by such Processor.

1.14 Protection of Information. Merchant and each person signing this Agreement on behalf of Merchant and/or as Owner, in respect of himself or herself personally, authorizes PURCHASER to disclose information concerning Merchant's and each Owner's credit standing (including credit bureau reports that PURCHASER obtains) and business conduct only to agents, affiliates, subsidiaries, and credit reporting bureaus. Merchant and each Owner hereby waives to the maximum extent permitted by law any claims for damages against PURCHASER or any of its affiliates relating to any (i) investigation undertaken by or on behalf of PURCHASER as permitted by this Agreement or (ii) disclosure of information as permitted by this Agreement.

1.15 Confidentiality. Merchant understands and agrees that the terms and conditions of the products and services offered by PURCHASER, including this Agreement and any other PURCHASER documentation (collectively, "Confidential Information") are proprietary and confidential information of PURCHASER. Accordingly, unless disclosure is required by law or court order, Merchant shall not disclose Confidential Information of PURCHASER to any person other than an attorney, accountant, financial adviser or employee of Merchant, who needs to know such information for the purpose of advising Merchant ("Advisor"), provided such Advisor uses such information solely for the purpose of advising Merchant and first agrees in writing to be bound by the terms of this Section 1.15.

1.16 D/B/A's. Merchant hereby acknowledges and agrees that PURCHASER may be using "doing business as" or "d/b/a" names in connection with various matters relating to the transaction between PURCHASER and Merchant, including the filing of UCC-1 financing statements and other notices or filings.

II. MERCHANT REPRESENTATIONS, WARRANTIES AND COVENANTS. Merchant represents, warrants and covenants that as of this date and during the term of this Agreement:

2.1 Financial Condition and Financial Information. Bank and financial statements, and future statements furnished to PURCHASER, fairly represent the financial condition of Merchant at such dates. Merchant has a continuing, affirmative obligation to advise PURCHASER of any material or adverse change in its financial condition, operation or ownership. PURCHASER may request statements at any time during the performance of this Agreement and

the Merchant shall provide them to PURCHASER within 5 business days. Merchant's failure to do so is a material breach of this Agreement.

2.2 Governmental Approvals. Merchant is in compliance and shall comply with all laws and laws, permits, authorizations and licenses to own, operate and lease its properties and to conduct the business in which it is presently engaged.

2.3 Authorization. Merchant, and the person(s) signing this Agreement on behalf of Merchant, have full power and authority to incur and perform the obligations under this Agreement, all of which have been duly authorized.

2.4 Insurance. Merchant will maintain business-interruption insurance naming CBSG as loss payee and additional insured in amounts and against risks as are satisfactory to PURCHASER and shall provide PURCHASER proof of such insurance upon request.

2.5 Electronic Check Processing Agreement. Merchant will not change its processor, add terminals, change its financial institution or bank account(s) or take any other action that could have any adverse effect upon Merchant's obligations under this Agreement, without PURCHASER's prior written consent. Any such change shall be a material breach of this Agreement.

2.6 Change of Name or Location. Merchant will not conduct Merchant's businesses under any name other than as disclosed to the Processor and PURCHASER or change any of its places of business.

2.7 Daily Batch Out. Merchant will batch out receipts with the Processor on a daily basis.

2.8 Stopper Certificate. Merchant will at any time, and from time to time, upon at least one (1) day's prior notice from PURCHASER to Merchant, execute, acknowledge and deliver to PURCHASER and/or to any other person, person firm or corporation specified by PURCHASER, a statement certifying that this Agreement is unmodified and in full force and effect (or, if there have been modifications, that the same is in full force and effect as modified and stating the modifications) and stating the date which the Purchased Amount or any portion thereof has been repaid.

2.9 No Bankruptcy. As of the date of this Agreement, Merchant does not contemplate and has not filed any petition for bankruptcy protection under Title 11 of the United States Code and there has been no involuntary petition brought or pending against Merchant. Merchant further warrants that it does not anticipate filing any such bankruptcy petition and it does not anticipate that an involuntary petition will be filed against it. In the event that the Merchant files for bankruptcy protection or is placed under an involuntary filing Protections 2 and 3 are immediately invoked.

2.10 Working Capital Funding. Merchant shall not enter into any arrangement, agreement or commitment that relates to or involves the Receipts, whether in the form of a purchase of, a loan against, collateral against or the sale or purchase of credits against, Receipts or future check sales with any party other than PURCHASER.

2.11 Unencumbered Receipts. Merchant has good, complete and marketable title to all Receipts, free and clear of any and all liabilities, liens, claims, charges, restrictions, conditions, options, rights, mortgages, security interests, equities, pledges and encumbrances of any kind or nature whatsoever or any other rights or interests that may be inconsistent with the transactions contemplated with, or adverse to the interests of, PURCHASER.

2.12 Business Purpose. Merchant is a valid business in good standing under the laws of the jurisdiction in

which it is organized and/or operates, and Merchant is entering into this Agreement FOR BUSINESS PURPOSES ONLY and not as a consumer for personal, family or household purposes.

2.13 Default under Other Contracts. Merchant's execution of and/or performance under this Agreement will not cause or create an event of default by Merchant under any contract with another person or entity.

2.14 3rd Party Negotiators with Respect to This Agreement and the Obligations Herein. Merchant hereby agrees not to retain any 3rd party negotiators, consolidators, or credit relief agencies with regard to its obligations under the terms of this Agreement. Merchant will maintain and allow direct communication with PURCHASER at all times during the course of this Agreement and shall not engage any 3rd party to negotiate its obligations as stated in this Agreement. Should Merchant violate this subsection 2.14, Merchant will be liable for the additional fee as specified in the attached Appendix A.

III. EVENTS OF BREACH OF REPRESENTATIONS, WARRANTIES, AND COVENANTS AND REMEDIES

3.1 Events of Breach of Representations, Warranties and Covenants. The occurrence of any of the following events shall constitute an "Event of a Breach of Representations, Warranties, and Covenants" hereunder: (a) Merchant shall violate any term or covenant in this Agreement; (b) Any representation or warranty by Merchant in this Agreement shall prove to have been incorrect, false or misleading in any material respect when made; (c) Merchant shall admit in writing its inability to pay its debts, or shall make a general assignment for the benefit of creditors; or any proceeding shall be instituted by or against Merchant seeking to adjudicate it a bankrupt or insolvent, or seeking reorganization, arrangement, adjustment, or composition of it or its debts; (d) the sending of notice of termination by MERCHANT; (e) Merchant shall transport, move, interrupt, suspend, dissolve or terminate its business; (f) Merchant shall transfer or sell all or substantially all of its assets; (g) Merchant shall make or send notice of any intended bulk sale or transfer by Merchant; (h) Merchant shall use multiple depository accounts without the prior written consent of PURCHASER; (i) Merchant shall change its depository account without the prior written consent of PURCHASER; (j) Merchant shall perform any act that reduces the value of any Collateral granted under this Agreement; (k) Merchant shall engage a third party to negotiate the terms of this Agreement on Merchant's behalf; (m) Merchant shall engage a third party in an attempt to cease direct communication and/or contact with PURCHASER; or (n) Merchant shall default under any of the terms, covenants and conditions of any other agreement with PURCHASER.

3.2 Remedies. In case any Event of a Breach of Representations, Warranties and Covenants, Default occurs and is not waived pursuant to Section 4.4 hereof, PURCHASER may proceed to protect and enforce its rights or remedies by suit in equity or by action at law, or both, whether for the specific performance of any covenant, agreement or other provision contained herein, or to enforce the discharge of Merchant's obligations hereunder or any other legal or equitable right or remedy. IN THE EVENT OF VIOLATION OF THE REPRESENTATIONS AND WARRANTIES BY MERCHANT, PURCHASER may also file a Complaint in Confession of Judgment pursuant to the Waiver of Attorney contained herein. All rights, powers and remedies of PURCHASER in connection with this Agreement shall be exercised at any time by

MERCHANT hereby

DocuSign Envelope ID: 6FE88BFF-9947-48C2-B62D-C3F0251A8179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

PURCHASER after the occurrence of an Event of Default, are cumulative and not exclusive, and shall be in addition to any other rights, powers or remedies provided by law or equity.

3.3 Consent to Sale/Transfer of Interest: In event of MERCHANT breach of warranties, covenants and representations under this Agreement, Merchant consents to PURCHASER'S sale or transfer of its remaining interests in MERCHANT'S receivables to a third party buyer of defaulted financial obligations and instruments.

More specifically, MERCHANT recognizes PURCHASER'S authority to sell its interests in said receivables to New York Unity Fund, L.L.C. ("NYUF") which MERCHANT authorizes to pursue legal remedies in NYUF's home State of New York in the event of a breach of the warranties, covenants, and representations stated under this Agreement.

3.4 WARRANTY OF ATTORNEY TO CONFESS JUDGMENT. UPON THE OCCURRENCE OF A VIOLATION OF THE REPRESENTATIONS AND WARRANTIES MADE HERETOFORE BY MERCHANT, MERCHANT IRREVOCABLY AUTHORIZE AND EMPOWER ANY ATTORNEY OR ANY CLERK OF ANY COURT OF RECORD, TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR SUCH SUMS AS ARE DUE AND/OR MAY BECOME DUE UNDER THIS MERCHANT AGREEMENT OR ANY ACCOMPANYING DOCUMENTS, WITH OR WITHOUT DECLARATION, WITH COSTS OF SUIT, WITHOUT STAY OF EXECUTION AND WITH AN AMOUNT, FOR LIEN PRIORITY PURPOSES, EQUAL TO TEN PERCENT (10%) OF THE AMOUNT OF SUCH JUDGMENT, BUT NOT LESS THAN ONE THOUSAND DOLLARS (\$1,000.00). ADD TO ATTORNEYS' COLLECTION FEES, WITH THE ACTUAL AMOUNT OF ATTORNEY'S FEES AND COSTS TO BE DETERMINED IN ACCORDANCE WITH THE SECTION OF THIS MERCHANT AGREEMENT "ATTORNEY'S FEES AND COLLECTION COSTS" TO THE EXTENT PERMITTED BY LAW, MERCHANT: (1) WAIVE THE RIGHT OF INQUISITION ON ANY REAL ESTATE LEVIED ON, VOLUNTARILY CONDEMNNS THE SAME, AUTHORIZES THE PROTHONOTARY OR CLERK TO ENTER UPON THE WRIT OF EXECUTION THIS VOLUNTARY CONDEMNATION AND AGREES THAT ANY REAL ESTATE MAY BE SOLD ON A WRIT OF EXECUTION; (2) WAIVE AND RELEASE ALL RELIEF FROM ALL APPRAISEMENT, STAY, EXEMPTION OR APPEAL LAWS OF ANY STATE NOW IN FORCE OR HEREINAFTER ENACTED; AND (3) RELEASE ALL ERRORS IN SUCH PROCEEDINGS. IF A COPY OF THIS MERCHANT AGREEMENT, VERIFIED BY AFFIDAVIT BY OR ON BEHALF OF PURCHASER SHALL HAVE BEEN FILED IN SUCH ACTION, IT SHALL NOT BE NECESSARY TO FILE THE ORIGINAL MERCHANT AGREEMENT AS A WARRANT OF ATTORNEY. THE AUTHORITY AND POWER TO APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT SHALL NOT BE EXHAUSTED BY THE INITIAL EXERCISE THEREOF AND MAY BE EXERCISED AS OFTEN AS PURCHASER SHALL FIND IT NECESSARY AND DESIRABLE AND THIS BUSINESS CASH ADVANCE AND

SECURITY AGREEMENT SHALL BE A SUFFICIENT WARRANT THEREFOR. PURCHASER MAY CONFESS ONE OR MORE JUDGMENTS IN THE SAME OR DIFFERENT JURISDICTIONS FOR ALL OR ANY PART OF THE AMOUNTS OWING HEREUNDER, WITHOUT REGARD TO WHETHER JUDGMENT HAS THEREFORE BEEN CONFESSED ON MORE THAN ONE OCCASION FOR THE SAME AMOUNTS. IN THE EVENT ANY JUDGMENT CONFESSED AGAINST THE MERCHANT HEREOFUNDER IS STRICKEN OR OPENED UPON APPLICATION BY OR ON MERCHANT'S BEHALF FOR ANY REASON, PURCHASER IS HEREBY AUTHORIZED AND EMPOWERED TO AGAIN APPEAR FOR AND CONFESS JUDGMENT AGAINST MERCHANT FOR ANY PART OR ALL OF THE AMOUNTS OWED HEREUNDER, AS PROVIDED FOR HEREIN, IF DOING SO WILL CURE ANY ERRORS AND DEFECTS IN SUCH PRIOR PROCEEDINGS.

3.41 NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY MERCHANT IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE MERCHANT AND THE MERCHANT'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

3.5 Costs Merchant shall pay to PURCHASER all reasonable costs associated with (a) a breach by Merchant of the Covenants in this Agreement and the enforcement thereof, and (b) the enforcement of PURCHASER'S remedies set forth in Section 4.2 above, including, but not limited to court costs and attorneys' fees.

3.6 Required Notifications. Merchant is required to give PURCHASER written notice within 24 hours of any filing under Title 11 of the United States Code. Merchant is required to give PURCHASER seven days' written notice prior to the closing of any sale of all or substantially all of the Merchant's assets or stock.

IV. MISCELLANEOUS

4.1 Modifications; Agreements. No modification, amendment, waiver or consent of any provision of this Agreement shall be effective unless the same shall be in writing and signed by PURCHASER.

4.2 Assignment. PURCHASER may assign, transfer or sell its rights to receive the Purchased Amount or delegate its duties hereunder, either in whole or in part.

4.3 Notices. All notices, requests, consents, demands and other communications hereunder shall be delivered by certified mail, return receipt requested, to the respective parties to this Agreement at the addresses set forth in this Agreement and shall become effective only upon receipt.

4.4 Waiver Remedies. No failure on the part of PURCHASER to exercise, and no delay in exercising, any right under this Agreement shall operate as a waiver thereof, nor shall any single or partial exercise of any right under this Agreement preclude any other or further exercise thereof or the exercise of any other right. The remedies provided hereunder are cumulative and not exclusive of any remedies provided by law or equity.

4.5 Merchant/Guarantor(s) barred from transfer. This Agreement shall be binding upon and inure to the

benefit of Merchant, PURCHASER and their respective successors and assigns, except that Merchant shall not have the right to assign its rights hereunder or any interest herein without the prior written consent of PURCHASER, which consent may be withheld in PURCHASER'S sole discretion. PURCHASER reserves the right to assign this Agreement with or without prior written notice to Merchant or Guarantor(s).

4.6 Governing Law/Jurisdiction/Venue for disputes. All signatories to this Agreement consent that this Agreement shall be governed by and construed in accordance with the laws of the Commonwealth of Pennsylvania, without regard to any applicable principles of conflicts of law. Any suit, action or proceeding arising hereunder, or the interpretation, performance or breach hereof, shall, if PURCHASER so elects, be instituted in the Court of Common Pleas, Philadelphia County, Federal Court for the Eastern District of Pennsylvania, or the Philadelphia County Municipal Court, (the "Acceptable Forum"). Merchant agrees that the Acceptable Forum is convenient to it, and submits to the jurisdiction of the Acceptable Forum and waives any and all objections to jurisdiction or venue. Should such proceeding be initiated in any other forum, Merchant waives any right to oppose any motion or application made by PURCHASER to transfer such proceeding to an Acceptable Forum.

4.7 Survival of Representations, etc. All representations, warranties and covenants herein shall survive the execution and delivery of this Agreement and shall continue in full force until all obligations under this Agreement shall have been satisfied in full and this Agreement shall have terminated.

4.8 Severability in case any of the provisions in this Agreement is found to be invalid, illegal or unenforceable in any respect, the validity, legality and enforceability of any other provision contained herein shall not in any way be affected or impaired.

4.9 Entire Agreement. Any provision hereof prohibited by law shall be ineffective only to the extent of such prohibition without invalidating the remaining provisions hereof. This Agreement and Security Agreement hereto embody the entire agreement between Merchant and PURCHASER and supersede all prior agreements and understandings relating to the subject matter hereof.

4.10 JURY TRIAL WAIVER. THE PARTIES HERETO WAIVE TRIAL BY JURY IN ANY COURT IN ANY SUIT, ACTION OR PROCEEDING ON ANY MATTER ARISING IN CONNECTION WITH OR IN ANY WAY RELATED TO THE TRANSACTIONS OF WHICH THIS AGREEMENT IS A PART OR THE ENFORCEMENT HEREOF. THE PARTIES HERETO ACKNOWLEDGE THAT EACH MAKES THIS WAIVER KNOWINGLY, WILLINGLY AND VOLUNTARILY AND WITHOUT DURESS, AND ONLY AFTER EXTENSIVE CONSIDERATION OF THE RAMIFICATIONS OF THIS WAIVER WITH THEIR ATTORNEYS.

4.11 CLASS ACTION WAIVER. THE PARTIES HERETO WAIVE ANY RIGHT TO ASSERT ANY CLAIMS AGAINST THE OTHER PARTY AS A REPRESENTATIVE OR MEMBER IN ANY CLASS OR REPRESENTATIVE ACTION, EXCEPT WHERE SUCH WAIVER IS PROHIBITED BY LAW AGAINST PUBLIC POLICY. TO THE EXTENT EITHER PARTY IS PERMITTED BY LAW OR COURT OF LAW TO PROCEED WITH A CLASS OR REPRESENT-

Merchant Initials

DocuSign Envelope ID: 0FE6DDFF-0947-48C2-882D-C3F0251A8170



22 N 1st Street Philadelphia, Pennsylvania 19106
Phone: 215-932-2636 Fax: 888-395-7562

ATIVE ACTION AGAINST THE OTHER, THE PARTIES HEREBY AGREE THAT: (1) THE PREVAILING PARTY SHALL NOT BE ENTITLED TO RECOVER ATTORNEYS' FEES OR COSTS ASSOCIATED WITH PURSUING THE CLASS OR REPRESENTATIVE ACTION (NOT WITHSTANDING ANY OTHER PROVISION IN THIS AGREEMENT); AND (2) THE PARTY WHO INITIATES OR PARTICIPATES AS A MEMBER OF THE CLASS WILL NOT SUBMIT A CLAIM OR OTHERWISE PARTICIPATE IN ANY RECOVERY SECURED THROUGH THE CLASS OR REPRESENTATIVE ACTION.

4.12 Counterparts & Facsimile/Email Signatures. This Agreement may be executed in any number of counterparts each of which shall be deemed to be an original, all of which together shall be deemed one and the same instrument. Further, facsimile and email signatures shall be deemed to be originals for all purposes.



DocuSign Envelope ID: 6FED8BFF-9947-40C2-882D-C3F0251A6170



22 N 1st Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

Seller/Merchant's Legal Name: HMC INCORPORATED DBA HMC INCORPORATED

Physical Address: 7150 OAKLAND MILLS RD #10, COLUMBIA, MD 21046

FED ID # (Merchant): 52-2005463

SECURITY AGREEMENT

Security Interest. To secure SELLER/MERCHANT'S performance obligations to PURCHASER under the "Factoring Agreement", SELLER/MERCHANT hereby grants to PURCHASER a security interest in (a) all accounts, chattel paper, documents, equipment, general intangibles, instruments, and inventory, as those terms are defined in Article 9 of the Uniform Commercial Code (the "UCC"), now or hereafter owned or acquired by SELLER/MERCHANT, and (b) all proceeds, as that term is defined in Article 9 of the UCC (a and b collectively, the "Collateral")

Cross-Collateral. To secure MERCHANT's payment and performance obligations to PURCHASER under this Security Agreement (the "Agreement"), MERCHANT hereby grants PURCHASER a security interest in ____ (the "Additional Collateral"). MERCHANT understands that PURCHASER will have a security interest in the aforesaid Additional Collateral upon execution of this Agreement.

SELLER/MERCHANT acknowledge and agree that any security interest granted to PURCHASER under any other agreement between SELLER/MERCHANT and PURCHASER (the "Cross-Collateral") will secure the obligations hereunder and under the FACTORING Agreement.

SELLER/MERCHANT agrees to execute any documents or take any action in connection with this Agreement as PURCHASER deems necessary to perfect or maintain PURCHASER'S first priority security interest in the Collateral, the Additional Collateral and the Cross-Collateral, including the execution of any account control agreements. SELLER/MERCHANT hereby authorizes PURCHASER to file any financing statements deemed necessary by PURCHASER to perfect or maintain PURCHASER'S security interest, which financing statement may contain notification that SELLER/MERCHANT have granted a negative pledge to PURCHASER with respect to the Collateral, the Additional Collateral and the Cross-Collateral, and that any subsequent lien or may be tortiously interfering with PURCHASER'S rights. SELLER/MERCHANT shall be liable for and PURCHASER may charge and collect all costs and expenses, including but not limited to attorney's fees, which may be incurred by PURCHASER in protecting, preserving and enforcing PURCHASER'S security interest and rights.

Negative Pledge. SELLER/MERCHANT agrees not to create, incur, assume, or permit to exist, directly or indirectly, any lien on or with respect to any of the Collateral, the Additional Collateral or the Cross-Collateral, as applicable.

Consent to Enter Premises and Assign Lease. PURCHASER shall have the right to cure SELLER/MERCHANT default in the payment of rent on the following terms. In the event SELLER/MERCHANT is served with papers in an action against SELLER/MERCHANT for nonpayment of rent or for summary eviction, PURCHASER may exercise its rights and remedies under the Assignment of Lease. SELLER/MERCHANT also agrees that PURCHASER may enter into an agreement with SELLER/MERCHANT landlord giving PURCHASER the right: (a) to enter SELLER/MERCHANT'S premises and to take possession of the fixtures and equipment therein for the purpose of protecting and preserving same; and (b) to assign SELLER/MERCHANT'S lease to another qualified SELLER/MERCHANT capable of operating a business comparable to SELLER/MERCHANT at such premises.

Remedies. Upon any Event of Default, PURCHASER may pursue any remedy available at law (including those available under the provisions of the UCC), or in equity to collect, enforce, or satisfy any obligations then owing, whether by acceleration or otherwise.

SELLER/MERCHANT
 BY: KARA DIMITROV, OWNER

Executed by:

 KARA DIMITROV

DocuSign Envelope ID: 6FE8B8FF-9947-48C2-802D-C3F6251A0179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-7676 Fax: 888-305-7362

GUARANTY

Personal Guaranty of Performance. The undersigned Guarantor(s) hereby guarantees to PURCHASER, SELLER/MERCHANT'S performance of all of the representations and warranties made by SELLER/MERCHANT in this Agreement and the Factoring Agreement, as each agreement may be renewed, amended, extended or otherwise modified (the "Guaranteed Obligations"). Guarantor's obligations are due at the time of any breach by Merchant of any representation or warranty, or covenant made by Merchant in this Agreement and the Merchant Agreement.

Guarantor Waiver. In the event that SELLER/MERCHANT violates its representations and warranties under the FACTORING AGREEMENT, PURCHASER may enforce its rights under this Agreement without first seeking to obtain payment from Merchant, any other guarantor, or any Collateral, Additional Collateral or Cross-Collateral PURCHASER may hold pursuant to this Agreement or any other guaranty.

PURCHASER does not have to notify Guarantor of any of the following events and Guarantor will not be released from its obligations under this Agreement if it is not notified of: (i) SELLER/MERCHANT'S violation of the representations and warranties of the FACTORING AGREEMENT or any renewal, extension or other modification of the FACTORING AGREEMENT. In addition, PURCHASER may take any of the following actions without releasing Guarantor from any of its obligations under this Agreement: (i) renew, extend or otherwise modify the FACTORING AGREEMENT or SELLER/MERCHANT'S other obligations to PURCHASER; (ii) release SELLER/MERCHANT from its obligations to PURCHASER; (iii) sell, release, impair, waive or otherwise execute upon any collateral securing the Guaranteed Obligations; and (iv) foreclose on any collateral securing the Guaranteed Obligations or any other guarantees of the Guaranteed Obligations in a manner that impairs or precludes the right of Guarantor to obtain reimbursement for payment under this Agreement. Until all obligations are fulfilled under the FACTORING AGREEMENT and SELLER/MERCHANT'S other obligations to PURCHASER under the FACTORING AGREEMENT and this Agreement are paid in full, Guarantor shall not seek reimbursement from Merchant or any other guarantor for any amounts paid by it under this Agreement. Guarantor permanently waives and shall not seek to exercise any of the following rights that it may have against SELLER/MERCHANT, any other guarantor, or any collateral provided by SELLER/MERCHANT or any other guarantor, for any amounts paid by it, or acts performed by it, under this Agreement: (i) subrogation; (ii) reimbursement; (iii) performance; (iv) subordination; or (v) contribution. In the event that PURCHASER must return any amount paid by SELLER/MERCHANT or any other guarantor of the Guaranteed Obligations because that person has become subject to a proceeding under the United States Bankruptcy Code or any similar law, Guarantor's obligations under this Agreement shall include that amount. NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THE FACTORING AGREEMENT, THE GUARANTY, THE CONFESSION OF JUDGMENT, THE SECURITY AGREEMENT, OR ANY OTHER DOCUMENTS EXECUTED BY GUARANTOR IN CONNECTION WITH THE ADVANCE OF FUNDS TO SELLER, ALL PARTIES ACKNOWLEDGE THAT RECOURSE TO THE GUARANTOR AND THE GUARANTOR'S ASSETS IS PERMITTED ONLY FOR BREACHES OF THE REPRESENTATIONS AND WARRANTIES MADE BY THE SELLER IN THE FACTORING AGREEMENT.

GUARANTOR ACKNOWLEDGEMENT. Guarantor acknowledges that: (i) He/She understands the seriousness of the provisions of this Agreement; (ii) He/She has had a full opportunity to consult with counsel of his/her choice; and (iii) He/She has consulted with counsel of his choice or has decided not to avail himself/herself of that opportunity.

JOINT AND SEVERAL LIABILITY. The obligations hereunder of the persons or entities constituting Guarantor under this Agreement are joint and several.

SELLER/MERCHANT
By: KARA DIPETRO

Designated by:
Kara Dipetro
(Signature)

EDW 52-2093467

SELLER/MERCHANT
By: KARA DIPETRO

Designated by:
Kara Dipetro
(Signature)

SSS 180-60-481

THE TERMS, DEFINITIONS, CONDITIONS AND INFORMATION SET FORTH IN THE "MERCHANT AGREEMENT", INCLUDING THE "TERMS AND CONDITIONS", ARE HEREBY INCORPORATED IN AND MADE A PART OF THIS SECURITY AGREEMENT AND GUARANTY.

CAPITALIZED TERMS NOT DEFINED IN THIS SECURITY AGREEMENT AND GUARANTY, SHALL HAVE THE MEANING SET FORTH IN THE MERCHANT AGREEMENT, INCLUDING THE TERMS AND CONDITIONS.



DocuSign Envelope ID: 6FE98BFF-9947-48C2-0020-C3F0251A0170



22 M Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-205-2562

AUTHORIZATION AGREEMENT FOR DIRECT DEPOSIT (ACH CREDIT) AND DIRECT PAYMENTS (ACH DEBITS)

This Authorization Agreement for Direct Deposit (ACH Credit) and Direct Payments (ACH Debits) is part of (and incorporated by reference into) the FACTORING AGREEMENT. You should keep this important legal document for your records.

DISBURSEMENT OF BUSINESS CASH ADVANCE PROCEEDS: By signing below, Seller/Merchant authorizes PURCHASER to disburse the Cash Advance Proceeds less the amount of any applicable fees upon approval by initiating an ACH credit to the checking account indicated below (or a substitute checking account Seller/Merchant later identifies and is acceptable to PURCHASER) (hereinafter referred to as the "Designated Checking Account") in the disbursement amount set forth in the accompanying documents. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Merchant's depository bank a reasonable opportunity to act on it.

AUTOMATIC PAYMENT PLAN: Enrollment in PURCHASER's Automatic Payment Plan is required for approval. By signing below, Seller/Merchant agrees to enroll in the Automatic Payment Plan and authorizes PURCHASER to collect payments required under the terms of Seller/Merchant Agreement by initiating ACH debit entries to the Designated Checking Account in the amounts and on the dates provided in the payment schedule set forth in the accompanying Seller/Merchant Agreement. Seller/Merchant authorizes PURCHASER to increase the amount of any scheduled ACH debit entry or assess multiple ACH debits for the amount of any previously scheduled payment(s) that was not paid as provided in the payment schedule and any unpaid fees. This authorization is to remain in full force and effect until PURCHASER has received written notification from Seller/Merchant of its termination in such time and in such manner as to afford PURCHASER and Seller/Merchant's depository bank a reasonable opportunity to act on it. PURCHASER may suspend or terminate Seller/Merchant's enrollment in the Automatic Payment Plan immediately if Seller/Merchant fails to keep Seller/Merchant's designated checking account in good standing or if there are insufficient funds in Merchant's checking account to process any payment.

If Seller/Merchant revokes the authorization or PURCHASER suspends or terminates Seller/Merchant's enrollment in the Automatic Payment Plan, Seller/Merchant still will be responsible for making timely payments pursuant to the alternative payment methods described in the Seller/Merchant Agreement.

BUSINESS PURPOSE ACCOUNT: By signing below, Seller/Merchant attests that the Designated Checking Account was established for business purposes and not primarily for personal, family or household purposes.

ACCOUNT CHANGES: Seller/Merchant agrees to notify PURCHASER promptly if there are any changes in the account and routing numbers of the Designated Checking Account.

MISCELLANEOUS: PURCHASER is not responsible for any fees charged by Seller/Merchant's bank as the result of credits or debits initiated under this agreement. The origination of ACH transactions to Merchant's account must comply with the provisions of U.S. law.

Signature: Kara DiPietro Date: 6/7/2018 1:34:04 PM EDT

Bank Name: CHRYSLER

City: _____ State: _____ Zip: _____

Routing Number: ON FILE

Account Number: ON FILE

Business Name on Account: ON FILE

Address on Account: _____

Seller/Merchant Phone #: _____ Tax ID Number: _____

Hand: _____

Signature: Kara DiPietro

Title: _____

DocuSign Envelope ID: 6FE0B3FF-0047-48C2-082D-C3F0251A0170



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-905-7562

BANK ACCOUNT DISCLOSURE AFFIDAVIT

For the purpose of obtaining the Business Cash Advance evidenced by the Merchant Agreement of this same date herewith (the "Business Cash Advance") from Complete Business Solutions Group, Inc., the undersigned Seller/Merchant hereby makes the following statement under penalty of law:

PLEASE SIGN OPTION ONE OR TWO

OPTION 1 - DISCLOSURE AND AUTHORIZATION FOR ADDITIONAL ACCOUNTS:

The Seller/Merchant hereby declares that in addition to the designated for ACH debit, the Seller/Merchant also has the following additional account(s) which he authorizes us to use in the event we are unable to debit from the designated account:

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

Bank Name
 Name on Account
 Account Number
 Routing Number
 Fed ID number associated with this account
 Name associated with this account
 Phone number of person whose name is associated with this account

*attach additional pages if necessary
 Seller/Merchant Signature: [Signature] Dated: 8/7/2018 1:34:04 PM PDT
 Seller/Merchant Signature: [Signature] Dated: 8/7/2018 1:34:04 PM PDT

OPTION 2 - By signing below, the merchant swears, under penalty of law, that he has no accounts in any lending institution in addition to the one provided for ACH debit

Seller/Merchant Signature: _____ Dated: _____

Seller/Merchant Signature: _____ Dated: _____

65
 60

DocuSign Envelope ID: 0FE00BFF-B947-40C2-002D-C3F0251A8179



22 N 3rd Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 888-305-7562

AUTHORIZATION TO RESUME ACH DEBITING FORM

NAME OF SELLER/MERCHANT: _____

INFORMATION (To be filled out by the customer)

I authorize Company (as shown above) to resume electronically debiting my bank account as detailed below, including a non-sufficient fund fee if applicable, until the debt to the company is paid in full.

Full Name on Account: _____

Account #: _____ Routing #: _____

Account Type (select one): Checking ☐ Savings ☐Account Class (select one): Consumer Account ☐ Business Account ☐

Payment amount: _____ Number of Payments: _____

Date of next payment: _____ Frequency of payments: _____

I understand that I may cancel this authorization by contacting the company at least five (5) business days prior to the payment due date. I further understand that canceling any ACH authorization does not relieve me of the responsibility of paying my account in full, and that if I cancel or revoke this authorization before the debt is paid in full, the Company may take additional actions including legal actions to secure the debt.

Customer signature: _____

Date: 8/7/2018 3:34:04 PM PET

Customer Printed Name: _____

Customer contact Telephone #: _____

Customer signature: _____

Date: _____

Customer Printed Name: _____

Customer contact Telephone #: _____



DocuSign Envelope ID: 8FE88BFF-0947-40C2-862D-C3F0251A8179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7568

Dear Client,

Thank you for receiving this offer from Complete Business Solutions Group DBA For Funding. We look forward to being your financing partner for as long as you need Daily ACH Programs.

Complete Business Solutions Group will require viewing access to your bank account prior to funding as part of our underwriting process, as well as during the time you have a balance with our company.

Please be assured that we carefully safeguard your confidential information and only essential top level personnel will have access to it.

Please fill out the form below with the information necessary to access your account.

**Be sure to indicate capital or lower case letters.

NAME OF BANK: _____

BANK PORTAL WEBSITE: _____

USERNAME: _____

PASSWORD: _____

SECURITY QUESTION/ANSWER 1: _____

SECURITY QUESTION/ANSWER 2: _____

SECURITY QUESTION/ANSWER 3: _____

ANY OTHER INFORMATION NECESSARY TO ACCESS YOUR ACCOUNTS: _____



DocuSign Envelope ID: 8FE08BFF-0947-48C2-D62D-C3F0251A8170



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 868-305-7562

APPENDIX A: THE FEE STRUCTURE

- 1 Origination Fee - \$4,000.00 to cover underwriting and related expenses
- 2 ACH Program Fee - \$2,000.00 - The ACH program is labor intensive and is not an automated process, requiring us to charge this fee to cover related costs;
- 3 NSF Fee - \$75.00 (each) - Up to FOUR TIMES ONLY before a default is declared;
- 4 Rejected ACH - \$100.00 - If a merchant directs the bank to reject our debit ACH;
- 5 Bank Change Fee - \$50.00 - If a merchant requires a change of account to be debited requiring us to adjust our system;
- 6 Blocked Account - \$250.00 - If a merchant blocks CBSG's ACH debit of the Account, bounces more than 4 debits of the Account or simultaneously uses multiple bank accounts or credit-card processors to process its receipts;
- 7 Default Fee - \$500.00 default fee - If a merchant changes bank accounts or switches to another credit card processor without CBSG's consent, or commits another default pursuant to the Agreement;
- 8 3rd Party Intermediary Fee - \$4,000.00 deposit toward reasonable related expenses incurred by PURCHASER. If PURCHASER receives a communication from a 3rd party debt relief/negotiator entity or individual which has been retained by Merchant and which contacts PURCHASER on Merchant's behalf seeking to redirect communication (related to the obligations contained in this Agreement) to itself/themselves and away from Merchant. This fee shall be used to cover a Purchaser's reasonable expenses in retaining counsel or other parties to handle this additional administration required by this retention of the intermediary by PURCHASER. Any portion of the fee that is not used by PURCHASER for this purpose shall be returned to Merchant at the conclusion of this Factoring Agreement or related legal action.
- 9 Collections Expense - In the event of default, Seller / Merchant shall be responsible for all reasonable costs of collections, including, but not limited to, counsel fees, filing fees and any other fees which may be incurred.
- 10 Miscellaneous Service Fees - Merchant shall pay certain fees for services related to the origination and maintenance of accounts. Each Merchant shall receive their funding electronically to their designated bank account and will be charged \$39.00 for a Fed Wire. The current charge for the underwriting, UCC, ACH Program and origination of each Merchant will be paid from the funded amount. Merchant will be charged \$100.00 for every additional change of their operating bank account once they are active with CBSG. Additional copies of prior monthly statements will incur a fee of \$10.00 each.
- 11 Risk Assessment Fee - \$2,000.00
- 12 UCC Fee - \$2,000.00

Designated by: Lara Dipietro Name: _____

Merchant Signature: _____ Name: _____

Designated by: Lara Dipietro Name: _____

Merchant Signature: _____ Name: _____

CBSG June 9/14 2018 Agreement

08
 127

DocuSign Envelope ID: 8FE08BFF-9847-48C2-982D-C3F0251A8179



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

MANDATORY JOINT AFFIDAVIT OF CONFESSION OF JUDGEMENT

INSTRUCTIONS:

SIGN AND NOTARIZE THIS SECTION OF THE AGREEMENT, SEND THE ORIGINAL COPY TO:

PAR FUNDING
22 N 3RD STREET
PHILADELPHIA, PA 19106

C/O UNDERWRITING

DocuSign Envelope ID: 6FE88BFF-0047-40C2-962D-C3F0251A0170



22 N 3RD Street Philadelphia, Pennsylvania 19106
 Phone: 215-922-2636 Fax: 868-305-7562

5. In addition, I hereby confess judgment, individually and personally, jointly and severely, and authorize entry of judgment in favor of Plaintiff and against myself in the Federal District Court for the _____ Court of Common Jurisdiction for the County of _____ in the State of _____, against me personally in the sum of \$1,260,000.00 less any payments timely made pursuant to the Merchant Agreement dated AUGUST 7, 2018, plus legal fees to Plaintiff calculated at ten percent (10%) of the total of the aforesaid sums, costs, expenses and disbursements and interest at the rate of 9% per annum from the date of default, or the highest rate allowed by law, whichever is greater. Such amount shall be set forth in an affidavit to be executed by Plaintiff or an affirmation by Plaintiff's attorney, which shall be attached hereto at the time of entry of this Confession of Judgment.

6. This confession of judgment is for a debt due to Plaintiff arising from Defendants' failure to pay to Plaintiff, Merchant Defendant's accounts-receivable, which were purchased by Plaintiff pursuant to the secured Merchant Agreement dated AUGUST 7, 2018, and for Defendants' breach of the secured Merchant Agreement, plus agreed-upon interest, reasonable attorneys' fees, costs and disbursements, as agreed-upon by Merchant Defendant and myself, under the secured Merchant Agreement, dated AUGUST 7, 2018, of which supporting documents include a Personal Guarantee and a UCC-1 financing statement(s).

7. Merchant Defendant and I hereby agree that the execution and delivery of this Affidavit of Confession of Judgment and any entry of judgment thereon shall be without prejudice to any and all rights of Plaintiff, who reserves all of its rights and remedies against Defendants.

8. If for any reason entry of judgment in the above specified amount or execution on the same is outside the jurisdiction of this Court, Merchant Defendant and I hereby consent to the personal jurisdiction, entry of judgment, and execution thereon in any State or Federal Court of the United States of America.

9. I have been authorized by Merchant Defendant to sign this Affidavit of Confession of Judgment on this _____ day of _____, 2018.

Page | 19

Merchant Initials

Merchant Initials

Case ID: 190501349

DocuSign Envelope ID: 8FE88BFF-9047-48C2-982D-C3F0261A0179



22 N 3RD Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-305-7562

By: _____
KARA DIPIETRO, individually, and on behalf of HMC
INCORPORATED D/B/A HMC INCORPORATED

Sworn to before me this
_____ day of _____, 2018.

Notary Public



DocuSign Envelope ID: 0FE00BFF-9947-46C2-002D-C3F0251A0179



22 N 3rd Street Philadelphia, Pennsylvania 19106
Phone: 215-922-2636 Fax: 888-395-7562

AUGUST 7, 2018

Attn: Court Orders & Levies Dept.

Re: HMC INCORPORATED, et al.
Supreme Court of the State of New York, Richmond County Index No.
Information Subpoena and Restraining Notice - RELEASE

Complete Business Solutions Group, Inc. d/b/a Par Funding ("Funder"), Plaintiff/Judgment Creditor, and KARA DIPIETRO ("KARA") and HMC INCORPORATED ("HMC INCORPORATED"), Defendants/Judgment Debtors (collectively, "the Parties"), hereby authorize _____, N.A. and/or related entities (collectively, "N.A.") to release (\$ _____) (the "Release Amount") from the funds currently held in reserve per the Information Subpoena with Restraining Notice ("IS/RN"), payable as follows:

Via check

Via wire to:

HMC INCORPORATED and KARA agree to indemnify and hold harmless _____, N.A. and its officers, directors, agents and employees from and against claims, damages, losses and expenses, including but not limited to attorneys' fees, arising out of or resulting from this release and/or the IS/RN. Upon tender of the Release Amount, Funder consents to the immediate RELEASE of the remainder and/or account(s) being held on reserve to HMC INCORPORATED, KARA, and/or its/their principals, agents, heirs and assigns.

10. AGREED AND ACCEPTED:

By: _____
KARA DIPIETRO (Name)
Owner/Manager/Agent (Title)
individually, and on behalf of HMC
INCORPORATED

By: _____
Norman M. Valz, Esq.
*Attorney for Plaintiff/Judgment
Creditor, NEW YORK UNITY
FACTOR LLC and
Complete Business Solutions Group, Inc.*
205 Arch Street - 2nd Floor
Philadelphia, PA 19106
(215) _____ (tel.)

State of _____) ss:
County of _____)

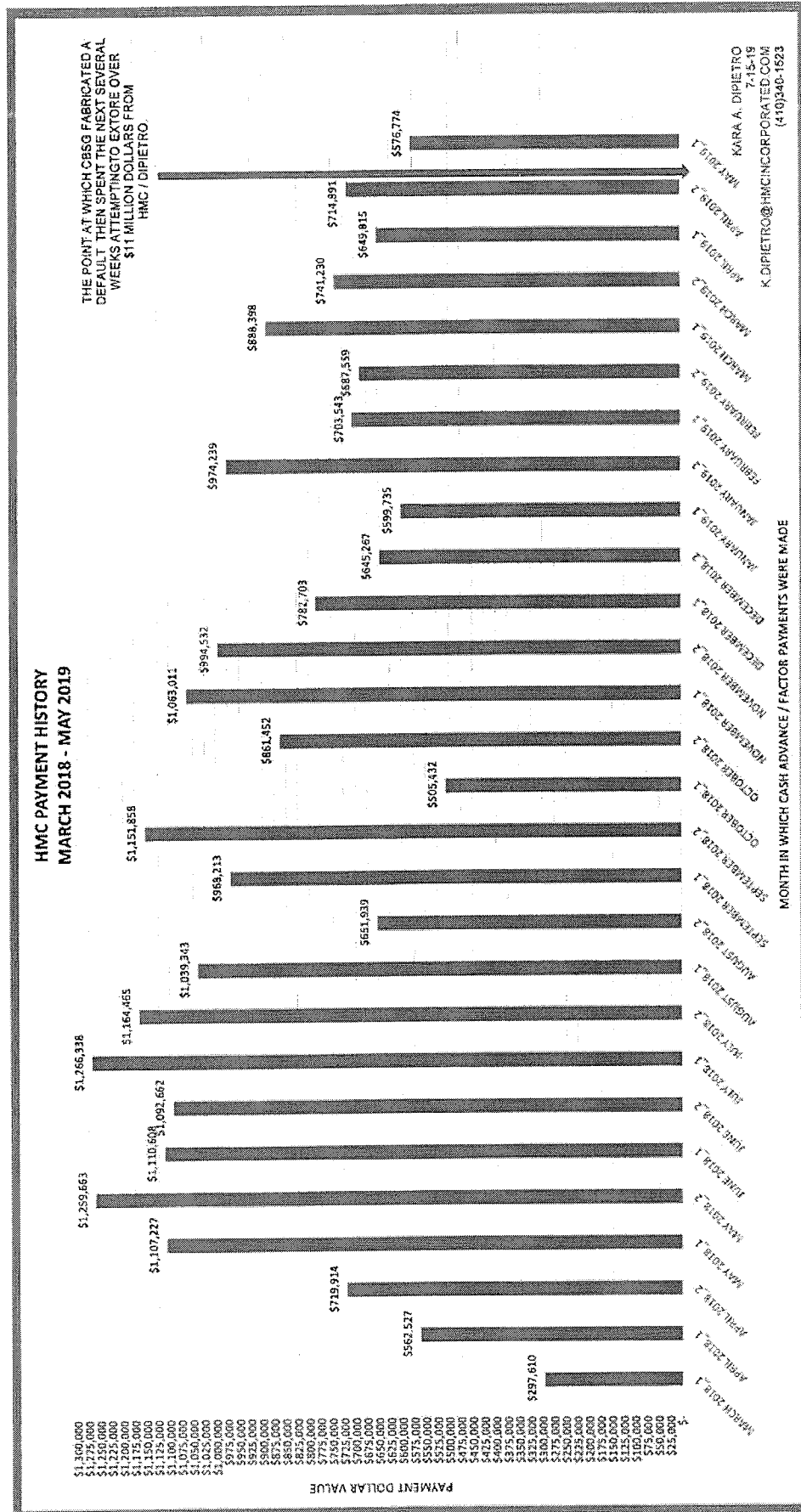
Page | 21

Merchant Initials _____ Merchant Initials _____



Case ID: 190501349

Exhibit 2



HMC Incorporated Daily Payment History
2/2018 - 5/2019

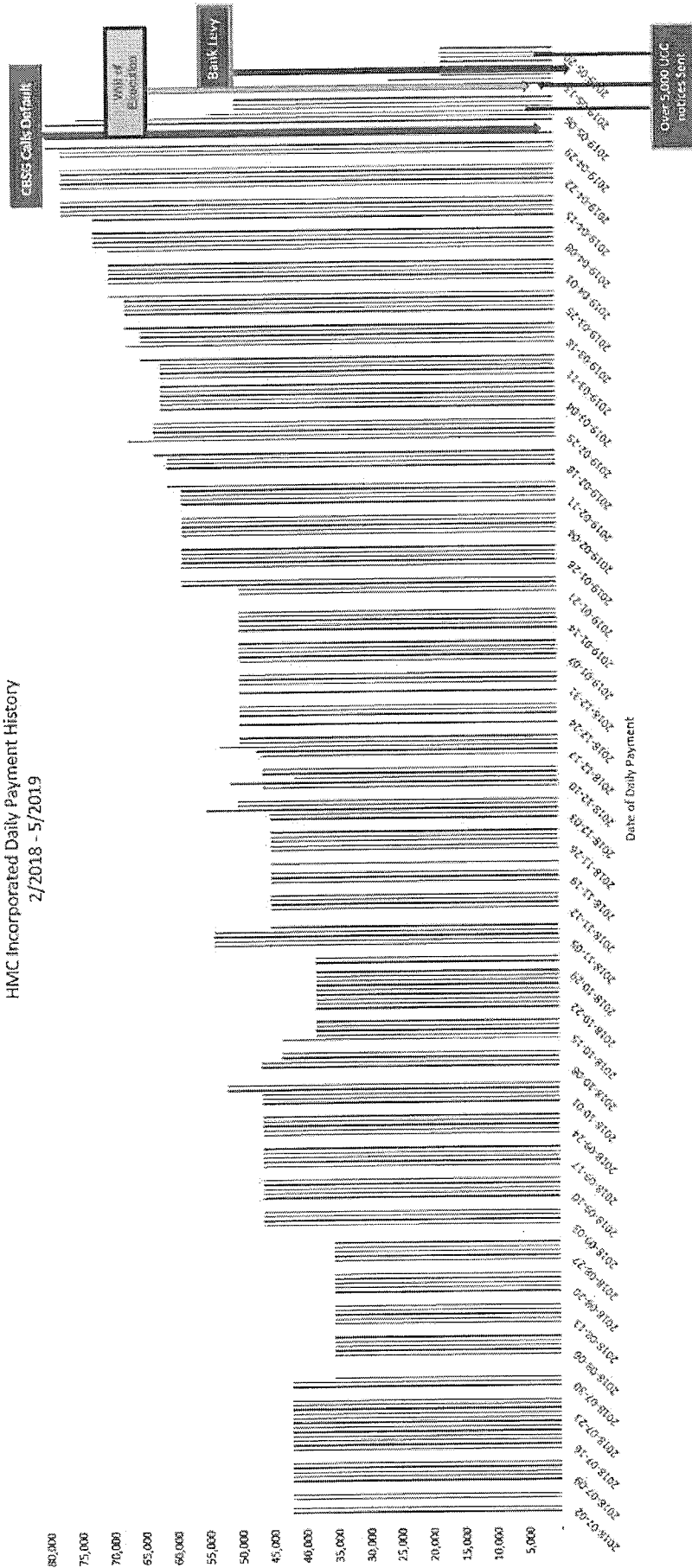


Exhibit 3

CHART D		
CALCULATION SHOWING WHAT % OF REVENUE CBSG WAS TAKING FOR PAYMENTS		
CBSG PAYMENT	% OF REVENUE	
\$ 32,246.00	5.11%	
\$ 200,967.60	58.50%	
\$ 725,048.49	105.93%	
\$ 1,731,984.76	6274.55%	
\$ 2,523,984.00	336.42%	
\$ 2,346,987.00	206.40%	
\$ 1,828,808.00	181.65%	
\$ 884,774.00	199.17%	
\$ 2,116,301.00	1063.92%	
\$ 1,363,011.00	430.36%	
\$ 2,813,100.00	760.13%	
\$ 1,099,319.00	350.21%	
\$ 1,508,713.00	1076.70%	
\$ 1,364,222.00	159.75%	
\$ 1,891,825.00	314.28%	
\$ 489,003.00	63.78%	
\$ 23,413,076.34	11588.07%	
AVERAGE 724.25%		

CHART C		
HMC REVENUE 02/2018 TO 5/2019		
MONTH	HMC REVENUE	
Feb-18	\$ 631,075.08	
Mar-18	\$ 343,535.28	
Apr-18	\$ 678,088.68	
May-18	\$ 27,602.99	
Jun-18	\$ 750,236.99	
Jul-18	\$ 1,137,102.44	
Aug-18	\$ 895,708.93	
Sep-18	\$ 444,223.76	
Oct-18	\$ 198,315.62	
Nov-18	\$ 316,715.41	
Dec-18	\$ 370,080.38	
Jan-19	\$ 313,898.80	
Feb-19	\$ 140,123.31	
Mar-19	\$ 853,987.96	
Apr-19	\$ 601,946.21	
May-19	\$ 766,699.14	
	\$ 8,469,940.98	

CHART B				
CALCULATION METHOD COMBINE ALL FUNDING RECEIVED & ALL PAYMENTS MADE				
STATUS	DATE	CBSG FUNDED	HMC PAID	
PAID	2/26/2018	\$ 815,787.00	\$ 1,099,611.46	
PAID	3/16/2018	\$ 247,832.00	\$ 281,504.00	
PAID	3/29/2018	\$ 247,832.00	\$ 284,254.00	
PAID	4/18/2018	\$ 247,832.00	\$ 303,165.34	
PAID	4/25/2018	\$ 283,661.84	\$ 295,215.18	
PAID	5/7/2018	\$ 587,230.66	\$ 667,468.12	
PAID	5/17/2018	\$ 752,056.00	\$ 863,170.59	
PAID	5/18/2018	\$ 436,960.00	\$ 508,567.35	
PAID	5/31/2018	\$ 516,915.16	\$ 597,523.08	
PAID	6/4/2018	\$ 467,792.34	\$ 1,328,522.98	
PAID	6/7/2018	\$ 526,831.00	\$ 610,984.80	
PAID	6/11/2018	\$ 1,211,779.72	\$ 1,294,224.48	
PAID	6/14/2018	\$ 1,195,835.62	\$ 1,531,036.79	
PAID	7/19/2018	\$ 392,000.00	\$ 503,925.00	
PAID	7/27/2018	\$ 750,112.00	\$ 842,059.40	
PAID*	8/7/2018	\$ 890,000.00	\$ 1,083,307.09	
PAID	8/21/2018	\$ 490,000.00	\$ 630,000.00	
PAID	10/15/2019	\$ 735,000.00	\$ 870,000.00	
PAID	11/2/2018	\$ 1,536,987.51	\$ 1,985,866.76	
EXHIBIT A	8/24/2018	\$ 1,780,756.14	\$ 1,912,419.00	
EXHIBIT B	5/3/2019	\$ 97,500.00		
EXHIBIT C	2/28/2019	\$ 3,286,500.00	\$ 2,891,625.00	
EXHIBIT D	12/19/2018	\$ 3,870,000.00	\$ 2,508,793.00	
EXHIBIT E	10/3/2019	\$ 1,496,523.11	\$ 1,364,222.00	
		\$ 22,863,724.10	\$ 24,357,665.42	

CHART A				
CALCULATION METHOD SEPERATE DEALS & PAYMENTS SORTED BY OPEN AND CLOSED CONTRACTS				
STATUS	DATE	CBSG FUNDED	HMC PAID	
PAID	2/26/2018	\$ 815,787.00	\$ 1,099,611.46	
PAID	3/16/2018	\$ 247,832.00	\$ 281,504.00	
PAID	3/29/2018	\$ 247,832.00	\$ 284,254.00	
PAID	4/18/2018	\$ 247,832.00	\$ 303,165.34	
PAID	4/25/2018	\$ 283,661.84	\$ 295,215.18	
PAID	5/7/2018	\$ 587,230.66	\$ 667,468.12	
PAID	5/17/2018	\$ 752,056.00	\$ 863,170.59	
PAID	5/18/2018	\$ 436,960.00	\$ 508,567.35	
PAID	5/31/2018	\$ 516,915.16	\$ 597,523.08	
PAID	6/4/2018	\$ 467,792.34	\$ 1,328,522.98	
PAID	6/7/2018	\$ 526,831.00	\$ 610,984.80	
PAID	6/11/2018	\$ 1,211,779.72	\$ 1,294,224.48	
PAID	6/14/2018	\$ 1,195,835.62	\$ 1,531,036.79	
PAID	7/19/2018	\$ 392,000.00	\$ 503,925.00	
PAID	7/27/2018	\$ 750,112.00	\$ 842,059.40	
PAID*	8/7/2018	\$ 890,000.00	\$ 1,083,307.09	
PAID	8/21/2018	\$ 490,000.00	\$ 630,000.00	
PAID	10/15/2019	\$ 735,000.00	\$ 870,000.00	
PAID	11/2/2018	\$ 1,536,987.51	\$ 1,985,866.76	
		\$ 12,332,444.85	\$ 15,680,406.42	
STATUS	DATE	CBSG FUNDED	HMC PAID	
EXHIBIT A	8/24/2018	\$ 1,780,756.14	\$ 1,912,419.00	
EXHIBIT B	5/3/2019	\$ 97,500.00		
EXHIBIT C	2/28/2019	\$ 3,286,500.00	\$ 2,891,625.00	
EXHIBIT D	12/19/2018	\$ 3,870,000.00	\$ 2,508,793.00	
EXHIBIT E	10/3/2019	\$ 1,496,523.11	\$ 1,364,222.00	
		\$ 10,531,279.25	\$ 8,677,259.00	

*EXHIBIT F (PAID) 8/7/2018 \$ 890,000.00 \$ 1,083,307.09

KARA A. DIPIETRO
K.DIPIETRO@HMCINCORPORATED.COM
(410)340-1523



Exhibit 4

SCHWARTZ & STAFFORD, P.A.

BENJAMIN D. SCHWARTZ
ADMITTED IN NC, GA, PA & NJ
bischwartz@psa-law.com

KATHERINE S. STAFFORD
ADMITTED IN NC

LESLIE ANN L. DUNN
ADMITTED IN FL, GA & CA

PROFESSIONAL ASSOCIATION
ATTORNEYS AT LAW
SUITE 110, 8625 CROWN CRESCENT COURT
CHARLOTTE, NORTH CAROLINA 28227
TOLL FREE (866) 754-3433
TELEPHONE (704) 708-5176
FACSIMILE (960) 338-4158

REPLY TO CHARLOTTE OFFICE

OF COUNSEL
ROGER A. JAVIER
ADMITTED IN LA
STEVEN KANTROWITZ
ADMITTED IN PA, NY, OH & D.C.
RUBEN V. CHAVEZ
ADMITTED IN FL

MAY 28, 2019

HMC Incorporated
719 Oakland Mills Road, Ste 110
Columbia, MD 21046

Re: Complete Business Solutions Group, Inc. vs. HMC
Incorporated and Kara Dipietro and Wells Fargo Bank, N.A.

Dear Sir or Madam:

This Firm represents Wells Fargo Bank, N.A. (Wells Fargo) in this matter. We **DO NOT** represent the Plaintiff (the party who obtained a Judgment in this case). Should you need to discuss settlement or have questions about the Judgment, please call Plaintiff's counsel (his/her information is in the accompanying documents).

Please find enclosed the Writ of Execution which was served on Wells Fargo. Also, please find a copy of the Entry of Appearance.

Sincerely,



Benjamin D. Schwartz

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire
Attorney I.D. No.: 47106
By: Brian H. Smith, Esquire
Attorney I.D. No.: 66627
20 N. 3rd Street
Philadelphia, PA 19106
(215) 987-3621

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY
Plaintiff : COURT OF COMMON PLEAS
VS. :
HMC INCORPORATED : May Term, 2019 No. 001349
and :
KARA DIPIETRO : Case ID No. 190501349
Defendant(s)

WRIT OF EXECUTION

To the Sheriff of Philadelphia County:

To Satisfy the Judgment, interest and costs against:

HMC INCORPORATED, located at 7190 Oakland Mills Road, #10 Columbia, MD 21046.

Tax ID: 52-2005467

KARA DIPIETRO, residing at 1836 Landrake Road Towson, MD 21204.

SSN: 180-60-4481

Defendant(s)

- (a) You are directed to levy upon the property of the defendant(s) and to sell defendant's(s') interest therein;
N.A.
- (b) You are also directed to attach the property of the defendant(s) not levied upon in the possession of
TD BANK, WELLS FARGO BANK, CAPITAL ONE BANK, JP MORGAN CHASE & CO. BANK OF AMERICA,
M&T BANK, SANTANDER BANK, PNC BANK, BB&T BANK, CITIZENS BANK, HSBC BANK, as garnishee(s).

(Specifically describe property)

And to notify the garnishee(s) that:

- (a) an attachment has been issued;
- (b) except as provided in paragraph (c), the garnishee is enjoined from paying any debt to or for the account of the defendant and from delivering any property of the defendant or otherwise disposing thereof;
- (c) the attachment shall not include
- (i) the first \$10,000.00 of each account of the defendant with a bank or other financial institution containing any funds that are deposited electronically on a recurring basis and are identified as being funds, which upon deposit, are exempt from execution, levy, or attachment under Pennsylvania or Federal law.

Case ID: 190501349

- (ii) each account of the defendant with a bank or other financial institution in which funds on deposit exceed \$10,000.00 at any time if all funds are deposited electronically in a recurring basis and are identified as being funds, which upon deposit, are exempt from execution, levy, or attachment under Pennsylvania, or Federal law.
- (iii) Any funds in the account of the defendant with a bank account or other financial institution that total \$300.00 or less. If multiple accounts are attached, a total of \$300.00 in all accounts shall not be subject to levy and attachment as determined by the executing officer. The funds shall be set aside pursuant to the defendant's general exemption provided in 42 Pa.C.S. §8123.
- (d) if property of the defendant not levied upon and subject to attachment is found in the possession of anyone other than a named garnishee, you are directed to notify such person that he or she has been added as a garnishee and is enjoined as above stated.

AMOUNT DUE: \$11,985,719.32

INTEREST FROM May 14, 2019: \$5,910.77

COSTS TO BE ADDED: \$173.12

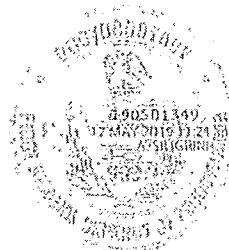
Total: \$11,991,803.21

ERIC FEDER

Director, Office of Judicial Records

By: _____
Clerk

Date: _____



Case ID: 190501349

Filed and Attested by the
Office of Judicial Records
17 MAR 2019 11:04 am
Philadelphia

COURT OF COMMON PLEAS

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY

Plaintiff

COURT OF COMMON PLEAS

vs.

HMC INCORPORATED
and
KARA DIPIETRO

Defendant(s)

: May Term, 2019 No. 001349

: Case ID No. 190501349

WRIT OF EXECUTION

Real Debt: \$11,985,719.32

Interest from May 14, 2019: \$5,910.77

COSTS PAID (Office of Judicial Records): \$173.12

Sheriff:

Statutory:

Costs Due (Office of Judicial Records):

Total: \$11,991,803.21

By: 

Brian H. Smith, Esquire

Attorney I.D. No.: 47106

20 N. 3rd Street

Philadelphia, PA 19106

Telephone: (215) 987-3671

Attorney for Plaintiff

Case ID: 190501349

Commonwealth of Pennsylvania
COUNTY OF PHILADELPHIA

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY
Plaintiff : COURT OF COMMON PLEAS
vs. :
HMC INCORPORATED : May Term, 2019 No. 001349
and :
KARA DIPIETRO : Case ID No. 190501349
Defendant(s)

WRIT OF EXECUTION NOTICE

This paper is a Writ of Execution. It has been issued because there is a judgment against you. It may cause your property to be held or taken to pay the judgment. You may have legal rights to prevent your property from being taken. If you wish to exercise your rights, you must act promptly.

Exempt Property: The law provides that certain property cannot be taken. Such property is said to be exempt. There is a debtor's exemption for \$300.00. There are other exemptions, which may be applicable to you. Attached is a summary of some of the major exemptions. You may have other exemptions or other rights.

If you have an exemption, you should do the following promptly: (1) Fill out the attached exemption claim form and demand for a prompt hearing; (2) Deliver the form or mail it to the Sheriff's Office at the address noted. The fee to file this is \$20.00 (Attorney check, certified check, cashiers check or money order only).

You should come to court ready to explain your exemption. If you do not come to court and prove your exemption, you may lose some of your property.

Property Belonging to Another Person: If there is property at your residence (or in your bank account) that belongs to another person or that you own with another person, you should notify that person so that he/she can file a Property Claim (fee to file is \$40.00, attorney check, certified check, cashiers check or money order only) or other legal papers with the Sheriff's Office to prevent his/her property from being taken or sold at Sheriff's Sale to satisfy your debt. See enclosed forms: "YOU SHOULD TAKE THIS PAPER TO YOUR LAWYER AT ONCE. IF YOU DO NOT HAVE A LAWYER OR CANNOT AFFORD ONE, GO TO OR TELEPHONE THE OFFICE SET FORTH BELOW TO FIND OUT WHERE YOU CAN GET LEGAL HELP."

"LLEVÉ EST DEMANDA A UN ABOGADO INMEDIATAMENTE. SI NO TIENE ABOGADO O SO NO TIENE EL DINERO SUFICIENTE DE PAGAR TAL SERVICIO VAYA EN PERSONA O LLAME POR TELEFONO A LA OFICINA CUYA DIRECCION SE ENCUENTRA ESCRITA ABAJO PARA AERIGUAR DONDE SE PUDE CONSGUIR ASISTENCIA LEGAL."

Philadelphia Bar Association
Lawyer Referral and Information Service
One Reading Center
Philadelphia, PA 19107
Telephone: (215) 238-1701

Asociación De Licenciados De Filadelfia
Servicio De Referencia E Información Legal One
Reading Center
Filadelfia, PA 19107
Telefono: (215) 238-1701

EXHIBIT "A"

PLAINTIFF: Complete Bus. Sol. Grp. Inc VS. DEFENDANT HMC INCORPORATED, et al.
 Court & Term No. 190501349 Claim No. _____

**CLAIM FOR
EXEMPTION**

TO THE SHERIFF:

I, the above-named defendant, claim exemption of property from levy (1) or attachment (2):

- (1) From my personal property in my possession which has been levied upon,
 (a) I desire that my \$300.00 statutory exemption by
☐ (i) set aside in kind (specify property to be set aside in kind): _____
☐ (ii) paid in cash following the sale of the property levied upon; or
 (b) I claim the following exemption (specify property and basis of exemption): _____
- (2) From my property which is in the possession of a third party, I claim the following exemptions:
 (a) my \$300.00 statutory exemption ☐ in cash ☐ in kind (specify property): _____
 (b) Social Security benefits on deposit in the amount of: \$ _____
 (c) Other (specify amount and basis of exemption): _____

I request a prompt court hearing to determine the exemption.
 Notice of the hearing should be given to me at: (Name, Address & Telephone Number) _____

I verify that the statements made in this Claim for Exemption are true and correct. I understand that false statements herein are made subject to the penalties of 18 P.A.C.S. Section 4904 relating to unsworn falsification to authorities.

Date: _____ Defendant(s): _____
 Phone # _____ Address: _____
 City, Zip: _____

THIS CLAIM TO BE FILED WITH: Office of the Sheriff of Philadelphia County
 Land Title Building
 100 South Broad Street, Fifth Floor Philadelphia, PA 19110
 (215) 686-3559/60

Note: Under paragraphs (1) and (2) of the writ, a description of specific property to be levied upon or attached may be set forth in the writ or included in a separate direction to the Sheriff.

Under paragraph (2) of the writ, if attachment of a named garnishee is desired, his name should be set forth in the space provided.

Under paragraph (3) of the writ, the Sheriff may, as under prior practice, add as a garnishee any person not named in this writ may be found in possession of property of the defendant. See Rule 311(a). For limitations on the power to attach tangible personal property, see Rule 3108(a).

(b) Each court shall by local rule designate the officer, organization or person to be named in the notice.

MAJOR EXEMPTIONS UNDER PENNSYLVANIA AND FEDERAL LAW

- (1) \$300.00 statutory exemption
- (2) Bibles, school books, sewing machines, uniforms and equipment
- (3) Most wages and unemployment compensation
- (4) Social Security benefits
- (5) Certain retirement fund and accounts
- (6) Certain veteran and armed forces benefits
- (7) Certain insurance proceeds

EXHIBIT "A-1"

Commonwealth of Pennsylvania
COUNTY OF PHILADELPHIA

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY
Plaintiff : COURT OF COMMON PLEAS

VS.

HMC INCORPORATED
and
KARA DIPIETRO

: May Term, 2019 No. 001349

: Case ID No. 190501349

Defendant(s)

NOTICE TO CO-OWNER OF ATTACHMENT OF PROPERTY

Date: _____

The Bank account or other property that you own with the defendant(s) above-named, have been attached by plaintiff, to satisfy a judgment obtained by the plaintiff against the defendant. Your money or property may soon be taken even though you owe nothing to the plaintiff.

If some of the funds in the account or some of the property held by the garnishee, _____, belongs to you, you should contact the bank or garnishee to see if it is defending your funds or property against garnishment. If the bank or garnishee is not defending against garnishment of property, you can prevent garnishment by filing a Petition with the Sheriff.

To protect your funds or property, you should complete the attached Petition to Intervene Stay and Set Aside Writ of Execution as to Non-Judgment Debtor Property and file it in the Office of the Sheriff within fifteen (15) days after the date of this notice.

For additional information, you may call the Sheriff's Office at (215) 686-3559/60.

"YOU SHOULD TAKE THIS PAPER TO YOUR
LAWYER AT ONCE. IF YOU DO NOT HAVE A
LAWYER OR CANNOT AFFORD ONE, GO TO OR
TELEPHONE THE OFFICE SET FORTH BELOW
TO FIND OUT WHERE YOU CAN GET LEGAL
HELP."

Philadelphia Bar Association
Lawyer Referral and Information Service
One Reading Center
Philadelphia, PA 19107
Telephone: (215) 238-1761

"LLEVE EST DEMANDA A UN ABOGADO
IMEDIATAMENTE. SI NO TIENE
ABOGADO O SO NO TIENE EL DINERO
SUFICIENTE DE PAGAR TAL SERVICIO
VAYA EN PERSONA O LLAME POR
TELEFONO A LA OFICINA CUYA
DIRECCION SE ENCUENTRA ESCRITA
ABAJO PARA ASEGURAR DONDE SE
PUDE CONSEGUIR ASISTENCIA LEGAL."

Asociacion De Licenciados De
Filadelfia Servicio De Referencia E
Informacion Legal One Reading Center
Filadelfia, PA 19107
Telefono: (215) 238-1701

EXHIBIT "F"

Commonwealth of Pennsylvania
COUNTY OF PHILADELPHIA

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY
Plaintiff : COURT OF COMMON PLEAS

vs.

HMC INCORPORATED
and
KARA DIPIETRO

: May Term, 2019 No. 001349
:
: Case ID No. 190501349

Defendant(s)

PETITION TO INTERVENE, STAY AND SET ASIDE
WRIT OF EXECUTION AS TO NON-JUDGMENT OF DEBTOR PROPERTY
(\$40.00 to file - must be in form of attorney's check, cashier check, certified check or money order only.)

This petition respectfully represents:

1. I, _____, the Petitioner, am a party in interest and hereby move to intervene in this garnishment proceeding pursuant to P.A.R.Civ. P. Nos. 3121 and 3126 et seq.
2. The plaintiff has attached personal property belonging to me currently in the possession of the garnishee.
3. This attached property consists of:
[] money held in a bank account held in common or jointly with the defendant
[] other (specify) _____
4. The Writ of Execution must be stayed and set aside as to my property because the plaintiff does not have the legal right to attach and/or garnish property other than that belonging to the judgment debtor in this matter.
5. I verify that the foregoing statements of fact are true and correct to the best of my knowledge, information and belief. I understand that false statements herein are made subject to the penalties of 18 PA. C.S.A. 4904 relating to unsworn falsifications to authorities.

Date: _____

(Petitioner)

(Address)

(Telephone)

EXHIBIT "G"

Commonwealth of Pennsylvania
COUNTY OF PHILADELPHIA

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY
Plaintiff : COURT OF COMMON PLEAS

vs.

HMC INCORPORATED : May Term, 2019 No. 001349
and :
KARA DIPIETRO : Case ID No. 190501349

Defendant(s)

APPLICATION TO PROCEED IN FORMA
PAUPERIS (PROPERTY CLAIM/PETITION TO
INTERVENE, STAY AND SET ASIDE WRIT OF
EXECUTION)

TO THE SHERIFF:

1. My personal property is subject to levy or attachment due to a judgment against another person.
2. Because of my financial condition, I am unable to pay the fees and costs of filing my Property Claim form/Petition to Intervene, Stay and Set Aside Writ of Execution; and to defend my property interests.
3. I am unable to obtain funds from anyone, including my family and associates, to pay the costs of this litigation. I understand that I have a continuing obligation to inform the Court of improvement in my financial circumstances, which would permit me to pay the cost incurred herein.
4. I verify that the information disclosed on this application and the attached Financial Statement are true and correct to the best of my knowledge, information and belief.
I understand that false statements herein are made subject to penalties of 18 PA C.S.A. 4904 relating to unsworn falsification to authorities.

Name: _____

Address: _____

Telephone: _____

EXHIBIT "H"

PLAINTIFF: Complete Bus. Sol. Grp. Inc VS. DEFENDANT HMC INCORPORATED, et al.
 Court & Term No. 190501349 Claim No. _____

FINANCIAL STATEMENT

- (a) Name: _____
 Address: _____ Phone Number: _____
 Social Security Number: _____
- (b) Employment: If you are recently employed, state
 Employer: _____
 Address: _____ Phone Number: _____
 Salary or wages per month: _____ Type
 of work: _____
- (c) Other Income within the past twelve (12) months:
 Business or Profession: _____ Other
 Self-Employment: _____
 Interest: _____ Dividends: _____
 Pension and Annuities: _____ Social
 Security Benefits: _____ Support Payments: _____
 Disability Payments: _____
 Unemployment Compensation/Workers Compensation: _____
- (d) Public Assistance: _____ Other: _____
 Other Contributions to Household Support: _____
- (Wife) (Husband) Name: _____ If
 your (Wife/Husband) is employed, state:
 Employer: _____ Salary
 or wages per month: _____ Type
 of Work: _____
- Contributions from Children: _____
 Contributions from Parents: _____ Other
 Contributions: _____
- (e) Property Owned:
 Cash: _____
 Checking Account: _____ Savings Account: _____
 Certificates of Deposit: _____ Real
 Estate (including home): _____
- Motor Vehicle: Make: _____ Year: _____
 Cost: _____ Amount Owed: _____
- Stocks/bonds: _____
- (f) Debts and Obligations
 Mortgage: _____ Rent: _____
 Loans: _____ Other: _____
- (g) Persons Dependent Upon You for Support
 (Wife/Husband) Name: _____
 Children, if any:
 Name: _____ Age: _____
 _____ Age: _____
 _____ Age: _____
- Other Persons:
 Name: _____
 Relationship: _____

EXHIBIT "H-1"

SCHWARTZ & STAFFORD, P.A.
By: Benjamin D. Schwartz, Esquire, I.D. No.: 313343
8625 Crown Crescent Court, Suite 110
Charlotte, NC 28227
(704) 708 - 5176
Attorney for Garnishee

Complete Business Solutions Group,
Inc.

In the Court of Common Pleas of
Philadelphia County, Pennsylvania

vs.

No. May Term, 2019 No. 001349

HMC Incorporated and Kara Dipietro

and

Atty I.D.# 313343

WELLS FARGO BANK, GARNISHEE

ENTRY OF APPEARANCE

TO THE PROTHONOTARY:

Kindly enter my appearance on behalf of Wells Fargo Bank, N.A., in
the above-captioned matter.



BENJAMIN D. SCHWARTZ
Attorney for Garnishee

Dated: 5/28/2019



05/24/2019

PERSONAL & CONFIDENTIAL

HMC INCORPORATED
7190 OAKLAND MILLS ROAD #10
COLUMBIA MD 21046

Re: COMPLETE BUSINESS SOLUTIONS GROUP INC VS HMC INCORPORATED KARA
DIPIETRO
PNC File No.: 2019-G0070431

Dear Customer:

Enclosed is a copy of a Writ of Execution, which the Sheriff has served on this Bank as garnishee. All of your accounts and any safe deposit box or property of yours in the Bank's possession or custody or which comes into its possession hereafter until such time as judgment is entered against it as garnishee or the Writ is dissolved, have been attached by this execution.

However, a search of our records fails to reveal any open checking or savings accounts in your name. If this is incorrect, please advise us immediately.

Under rules of civil procedure, we are required to notify you.
You should immediately consult your attorney if you have any questions regarding this execution.

Sincerely,

Brittany Vrana
PNC Bank
Pittsburgh Garnishments
500 First Avenue
P7-PFSC-02-11
Pittsburgh, PA 15219
(Tel) 1-888-849-2096 opt 2
(Fax) 855-442-8717



06-22-19 10:42AM PNC 1800 MARKET ST

1215-585-1194

9 17 9

Commonwealth of Pennsylvania
COUNTY OF PHILADELPHIA

COMPLETE BUSINESS SOLUTIONS GROUP, INC.	PHILADELPHIA COUNTY
<i>Plaintiff</i>	: COURT OF COMMON PLEAS
VS.	:
HMC INCORPORATED	: May Term, 2019 No. 001349
and	:
KARA DIPIETRO	: Case ID No. 190501349
<i>Defendant(s)</i>	

2019 JUL 21 11:05 AM
 COURT OF COMMON PLEAS
 PHILADELPHIA

WRIT OF EXECUTION NOTICE

This paper is a Writ of Execution. It has been issued because there is a judgment against you. It may cause your property to be held or taken to pay the judgment. You may have legal rights to prevent your property from being taken. If you wish to exercise your rights, you must act promptly.

Exempt Property: The law provides that certain property cannot be taken. Such property is said to be exempt. There is a debtor's exemption for \$300.00. There are other exemptions, which may be applicable to you. Attached is a summary of some of the major exemptions. You may have other exemptions or other rights.

If you have an exemption, you should do the following promptly: (1) Fill out the attached exemption claim form and demand for a prompt hearing; (2) Deliver the form or mail it to the Sheriff's Office at the address noted. The fee to file this is \$20.00 (Attorney check, certified check, cashiers check or money order only).

You should come to court ready to explain your exemption. If you do not come to court and prove your exemption, you may lose some of your property.

Property Belonging to Another Person: If there is property at your residence (or in your bank account) that belongs to another person or that you own with another person, you should notify that person so that he/she can file a Property Claim (fee to file is \$40.00, attorney check, certified check, cashiers check or money order only) or other legal papers with the Sheriff's Office to prevent his/her property from being taken or sold at Sheriff's Sale to satisfy your debt. See enclosed forms. **"YOU SHOULD TAKE THIS PAPER TO YOUR LAWYER AT ONCE. IF YOU DO NOT HAVE A LAWYER OR CANNOT AFFORD ONE, GO TO OR TELEPHONE THE OFFICE SET FORTH BELOW TO FIND OUT WHERE YOU CAN GET LEGAL HELP."**

"LLEVE EST DEMANDA A UN ABOGADO INMEDIATAMENTE. SI NO TIENE ABOGADO O SO NO TIENE EL DINERO SUFICIENTE DE PAGAR TAL SERVICIO VAYA EN PERSONA O LLAME POR TELEFONO A LA OFICINA CUYA DIRECCION SE ENCUENTRA ESCRITA ABAJO PARA ASEGURAR DONDE SE PUEDE CONSEGUIR ASISTENCIA LEGAL."

Philadelphia Bar Association
 Lawyer Referral and Information Service
 One Reading Center
 Philadelphia, PA 19107
 Telephone: (215) 238-1701

Asociacion De Licenciados De Filadelfia
 Servicio De Referencia E Informacion Legal One
 Reading Center
 Philadelphia, PA 19107
 Telefono: (215) 238-1701

EXHIBIT "A"

FACE UP: 2019 JUL 21 11:05 AM PNC 1800 MARKET ST 1215-585-1194

09-28-19; 10:42AM; PNC 1600 MARKET ST

: 215-585-1194

2 / 9

PLAINTIFF: Complete Bus. Sol. Grp. Inc VS. DEFENDANT HMC INCORPORATED, et al.
 Court & Term No. 190501349 Claim No. _____

**CLAIM FOR
EXEMPTION**

TO THE SHERIFF:

I, the above-named defendant, claim exemption of property from levy (1) or attachment (2):

- (1) From my personal property in my possession which has been levied upon;
 (a) I desire that my \$300.00 statutory exemption by
 [] (i) set aside in kind (specify property to be set aside in kind): _____
 [] (ii) paid in cash following the sale of the property levied upon; or
 (b) I claim the following exemption (specify property and basis of exemption): _____
- (2) From my property which is in the possession of a third party, I claim the following exemptions:
 (a) my \$300.00 statutory exemption [] in cash [] in kind
 (specify property): _____
 (b) Social Security benefits on deposit in the amount of \$ _____
 (c) Other (specify amount and basis of exemption): _____

I request a prompt court hearing to determine the exemption.

Notice of the hearing should be given to me at (Name, Address & Telephone Number)

I verify that the statements made in this Claim for Exemption are true and correct. I understand that false statements herein are made subject to the penalties of 18 PA.C.S. Section 4904 relating to unsworn falsification to authorities.

Date: _____ Defendant(s): _____
 Phone # _____ Address: _____
 City, Zip: _____

THIS CLAIM TO BE FILED WITH:

Office of the Sheriff of Philadelphia County
 Land Title Building
 100 South Broad Street, Fifth Floor Philadelphia, PA 19170
 (215) 686-3559/60

Note: Under paragraphs (1) and (2) of the writ, a description of specific property to be levied upon or attached may be set forth in the writ or included in a separate direction to the Sheriff.

Under paragraph (2) of the writ, if attachment of a named garnishee is desired, his name should be set forth in the space provided.

Under paragraph (3) of the writ, the Sheriff may, as under prior practice, act as a garnishee any person not named in this writ may be found in possession of property of the defendant. See Rule 3111(a). For limitations on the power to attach tangible personal property, see Rule 3108(a).

(b) Each court shall by local rule designate the officer, organization or person to be named in the notice.

MAJOR EXEMPTIONS UNDER PENNSYLVANIA AND FEDERAL LAW

- (1) \$300.00 statutory exemption
- (2) Bibles, school books, sewing machines, uniforms and equipment
- (3) Most wages and unemployment compensation
- (4) Social Security benefits
- (5) Certain retirement fund and accounts
- (6) Certain veteran and armed forces benefits
- (7) Certain insurance proceeds

EXHIBIT "A-1"

PAGE 213 RECEIVED AT 5:23:29 PM 09/27/19 BY: JESSICA L. TAYLOR, CLERK OF COURT, PHILADELPHIA COUNTY, PENNSYLVANIA

09-23-19 10:42AM PNC 1500 MARKET ST

1215-505-1194

7/ 9

COMPLETE BUSINESS SOLUTIONS GROUP, INC.

By: John Hartley, Esquire

Attorney I.D. No.: 47106

By: Brian H. Smith, Esquire

Attorney I.D. No.: 65627

20 N. 3rd Street

Philadelphia, PA 19106

(215) 987-3671

Attorneys for Plaintiff

COMPLETE BUSINESS SOLUTIONS GROUP, INC.: PHILADELPHIA COUNTY*Plaintiff*

: COURT OF COMMON PLEAS

:

vs.

:

HMC INCORPORATED

: May Term, 2019 No. 001349

and

:

KARA DIPIETRO

: Case ID No. 190501349

*Defendant(s)***WRIT OF EXECUTION**

To the Sheriff of Philadelphia County:

To Satisfy the Judgment, interest and costs against:

HMC INCORPORATED, located at 7190 Oakland Mills Road, #10 Columbia, MD 21046.

Tax ID: [REDACTED]

KARA DIPIETRO, residing at 1836 Landrake Road Towson, MD 21204.

SSN: [REDACTED]

Defendant(s)

- (a) You are directed to levy upon the property of the defendant(s) and to sell defendant's(s') interest therein:
N.A.
- (b) You are also directed to attach the property of the defendant(s) not levied upon in the possession of
TD BANK, WELLS FARGO BANK, CAPITAL ONE BANK, JP MORGAN CHASE & CO. BANK OF AMERICA,
M&T BANK, SANTANDER BANK, PNC BANK, BB&T BANK, CITIZENS BANK, HSBC BANK, as garnishee(s).

(Specifically describe property)

And to notify the garnishee(s) that:

- (a) an attachment has been issued;
- (b) except as provided in paragraph (c), the garnishee is enjoined from paying any debt to or for the account of the defendant and from delivering any property of the defendant or otherwise disposing thereof;
- (c) the attachment shall not include
- (i) the first \$10,000.00 of each account of the defendant with a bank or other financial institution containing any funds that are deposited electronically on a recurring basis and are identified as being funds, which upon deposit, are exempt from execution, levy, or attachment under Pennsylvania or Federal law.

Case ID: 190501349

PAGE 757 RECD AT 09/23/19 10:42:40 AM [REDACTED] SYDNEY@PNC.COM (215) 987-3671 (215) 987-3671 FAX (215) 987-3671 (215) 987-3671

06-10-19 10:42AM JMC 1800 MARKET ST

J219-585-1194

8/ 0

- (ii) each account of the defendant with a bank or other financial institution in which funds on deposit exceed \$10,000.00 at any time if all funds are deposited electronically in a recurring basis and are identified as being funds, which upon deposit, are exempt from execution, levy, or attachment under Pennsylvania, or Federal law.
- (iii) Any funds in the account of the defendant with a bank account or other financial institution that total \$300.00 or less. If multiple accounts are attached, a total of \$300.00 in all accounts shall not be subject to levy and attachment as determined by the executing officer. The funds shall be set aside pursuant to the defendant's general exemption provided in 42 Pa.C.S. §8123.
- (d) if property of the defendant not levied upon and subject to attachment is found in the possession of anyone other than a named garnishee, you are directed to notify such person that he or she has been added as a garnishee and is enjoined as above stated.

AMOUNT DUE: \$11,985,719.32

INTEREST FROM May 14, 2019: \$5,910.77

COSTS TO BE ADDED: \$173.12

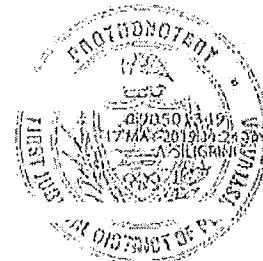
Total: \$11,991,803.21

ERIC FEDER

Director, Office of Judicial Records

By: _____
Clerk

Date: _____



Case ID: 190501349

PAGE 854 ROWD AT 5020/2019 10:42:40 AM [Eastern Daylight Time] SERVER:J219-585-1194 JMC 06-10-19 10:42:40 AM 1800 MARKET ST PHILADELPHIA, PA 19104

Filed and Accepted by the
Office of Judicial Records
17 MAY 2019 11:29 am

Defendant(s)

Total: \$11,991,803.21

Case ID: 190501349

Exhibit 5

E-MAIL SENT TO	Debtor: HMC INCORPORATED; D/B/A KARA DIPIETRO									
	5/10/2019	5/20/2019	5/21/2019	5/22/2019	6/12/2019	6/21/2019	TOTAL TO			
	11,925,053.45 First Notice	11,925,053.45 First Notice	11,925,053.45 First Notice	11,925,053.45 First Notice	11,925,054.45 First Notice	11,925,055.45 First Notice	6/21/2019			
Ltr. Heading: "Notice of Assignment and Lien"										
A&M SUPPLY CORPORATION		1		1		5	7			
AHP CONSTRUCTION LLC	38	2		2		8	50			
ARCHITECTURE INCORPORATED		1		2		5	8			
ARMADA HOFFLER CONSTRUCTION		1		2		11	14			
BLUE BOTTLE UNION STATION	26	1		5		7	39			
BMG METALS, INC		2		2		14	18			
BRIDGEWATER COLLEGE	12	2		2		10	26			
D.E. HARVEY BUILDERS	11	1		2		7	21			
DPR CONSTRUCTION	22	1	1	2		10	36			
EILEEN & MARC WELLER	14	1		3		8	26			
FCL BUILDERS	23	1					24			
GILBANE BUILDING COMPANY	31			1		8	40			
HENSEL PHELPS	18	1		2		8	29			
HITT CONTRACTING	12		2	2		8	24			
HOTEL SOFTEL	14	1	2	1		7	25			
KAISER-PERMANENTE	22		1			6	29			
KINETIC CAPITAL				2			2			
M&T BANK STADIUM	14						14			
MUSC CHILDREN'S HOSPITAL	26	1		4		6	37			
PARADISE DESIGN	27		2				29			
POTOMAC CONSTRUCTION SERVICES	20	2		3		6	31			
PRINCE GEORGE'S COUNTY CIRCUIT COURT	12	1	2	2			17			
ROBINS & MORTON	28	1	1	4		11	45			
SMITHSONIAN NATIONAL	31						31			

Exhibit 6

From: Dan Ring [mailto:DRing@parfunding.com]
Sent: Tuesday, May 28, 2019 9:07 AM
To: Krakowsky, Joshua S.
Cc: John P. Hartley
Subject: HMC

Josh: Hope you had a nice holiday weekend. I wanted to shoot a proposal out to you this morning to get this resolved. There is a little over 3.3 mil due and owing on the amount funded to HMC. This does not appear to be in dispute. Would your client be willing to return 1.1 mil/month starting in mid June (payments in June, July and August).? These payments can be made weekly in equal increments. We will stop any and all garnishment/collection activity today and let the dust settle before the first payments would be due. By the end of the summer this will be complete and everyone can move on; our clients have no need to contact each other ever again.

Let me know your thoughts and get back to me. We can look for repayments to start June 14.

Thanks, let me know,

Dan

Daniel Ring
General Counsel

PAR
FUNDING

22 N. 3rd Street

Philadelphia, PA 19106

Office: 267-540-8126

dring@parfunding.com

STATEMENT OF CONFIDENTIALITY

The information contained in this electronic message and any attachments to this message are intended for the exclusive use of the addressee(s) and may contain confidential or privileged information. If you are not the intended recipient, please notify us immediately by email reply to sender or by telephone to Davidoff Hutcher & Citron LLP at (800) 793-2843, ext. 3284, and destroy all copies of this message and any attachments.

IRS DISCLOSURE NOTICE

In accordance with Internal Revenue Service Circular 230, we inform

you that any discussion of a federal tax issue contained in this communication (including any attachments) is not intended or written to be used, and it cannot be used, by any recipient for the purpose of (i) avoiding penalties that may be imposed on the recipient under United States federal tax laws, or (ii) promoting, marketing or recommending to another party any tax-related matters addressed herein.

Exhibit 7

100%



Search the website



The
DISCIPLINARY BOARD
of the Supreme Court of Pennsylvania

I need to



FOR ATTORNEYS FOR THE PUBLIC NEWS & MEDIA ABOUT

Quick Links

< Back to Search

BROWSE RULES

*Browse the Rules
that govern
attorneys.*

Ring, Daniel P.

Public Information

**FILE A
COMPLAINT**

*File a complaint
against an attorney.*

Attorney ID: 79110

Current Status: Administrative Suspension

**FIND AN
ATTORNEY**

*Look up an
attorney's contact
information and
disciplinary history.*

Date of Admission: 1/6/1997

Law Firm:

Other Organization:

Address: 213 SUTTER LN

PLYMOUTH MEETING Pennsylvania 19462

**SEARCH
OPINIONS**

*Search Supreme
Court and
Disciplinary Board
Opinions.*

Country: United States

Telephone: (610) 322-7252

**SEARCH RECENT
DISCIPLINE**

Fax:

[Search](#)
[Recent](#)
[Discipline](#)

Exhibit 8



Policy Information

Policy Number:	6600486824
Policy Type:	TERM LIFE INSURANCE POLICY
Product Name:	N/A
Policy Date:	JUN 12 2018

Financial Details

Face/Cash Amount:	\$3,500,000.00
Paid to Date:	DEC 12 2018

Premiums/Billing

Last Premium Deposit Date:	NOV 12 2018
Annual Premium (next 12 months):	\$7,625.00
Modal Premium Amount:	\$655.75
Payment Frequency:	MONTHLY
Payment Method:	PRE-AUTHORIZED CHECK
Bank Routing Number:	054001725

7190 Oakland Mills Rd #10
Columbia, MD 21046
410-309-0729

3620 Grand View Blvd.
Los Angeles, CA 90066
424-248-0482

www.hmcincorporated.com



Relationships

Owner:	KARA ANNE DIPIETRO
Insured:	KARA ANNE DIPIETRO
Trustee:	GERALD J DZUREK
Beneficiary/Payee:	COMPLETE BUSINESS SOLUTIONS GROUP INC D/B/A PAR FUNDING
Servicing Agent Information:	7028582654
Servicing Agent Name:	NATTINAN WANDEEVONG
Servicing Agent Address:	8174 MINOTS LEDGE AVE., LAS VEGAS, NV 89147
Servicing Agency:	AXIANTA FINANCIAL PARTNERS

Addresses

Owner/Insured:
KARA A DIPIETRO 1836 LANDRAKE RD TOWSON, MD 21204-1824 USA

Trustee:
GERALD J DZUREK 8174 MINOTS LEDGE AVE LAS VEGAS, NV 89147 USA
6240 W 3RD STREET LOS ANGELES, CA 90036 USA

Beneficiary/Payee:
COMPLETE BUSINESS SOLUTIONS GROUP INC
d/b/a/ PAR FUNDING
20 N 3RD ST PHILADELPHIA, PA 19106 USA

Exhibit 9

DATE	CBSG DAILY ACH DEBIT AMOUNTS	DAILY PMT CONTRACT	DAILY PAYMENT 10% INCOME	\$3.35MIL CONTRACT DETAILS DATED 2/28/2019	
02/28/2019	4,583.00	\$ 4,583.00	\$ 523.78	CONTRACT DATE	2/28/2019
03/01/2019	4,583.00	\$ 4,583.00	\$ 523.78	CONTRACT AMOUNT	\$ 3,350,000.00
03/04/2019	4,583.00	\$ 4,583.00	\$ 523.78	DAILY PAYMENT STATED IN CONTRACT	\$ 4,583.00
03/05/2019	4,583.00	\$ 4,583.00	\$ 523.78	INCOME PAYMENT OPTION SPECIFIED %	10%
03/06/2019	4,583.00	\$ 4,583.00	\$ 523.78		
03/07/2019	4,583.00	\$ 4,583.00	\$ 523.78	HMC'S AVERAGE DAILY REVENUE	\$ 9,027.78
03/08/2019	4,583.00	\$ 4,583.00	\$ 523.78	HMC'S AVERAGE DAILY EXPENSES	\$ (3,790.00)
03/11/2019	4,583.00	\$ 4,583.00	\$ 523.78	HMC'S AVERAGE DAILY INCOME	\$ 5,237.78
03/12/2019	4,583.00	\$ 4,583.00	\$ 523.78	10% OF AVERAGE DAILY INCOME	\$ 523.78
03/14/2019	7,719.00	\$ 4,583.00	\$ 523.78		
03/15/2019	7,719.00	\$ 4,583.00	\$ 523.78	AMOUNT CBSG DEBITED	\$ 599,901.00
03/16/2019	7,719.00	\$ 4,583.00	\$ 523.78	DAILY PAYMENT AMOUNT STATED IN CONTRACT	\$ 215,401.00
03/19/2019	7,719.00	\$ 4,583.00	\$ 523.78	DAILY PAYMENT AMOUNT 10% OF INCOME	\$ 24,617.56
03/20/2019	7,719.00	\$ 4,583.00	\$ 523.78		
03/20/2019	7,719.00	\$ 4,583.00	\$ 523.78	AMOUNT TAKEN OVER DAILY CONTRACT PMT	\$ 384,500.00
03/21/2019	9,995.00	\$ 4,583.00	\$ 523.78	AMOUNT TAKEN OVER 10% INCOME PAYMENT	\$ 575,283.44
03/22/2019	9,995.00	\$ 4,583.00	\$ 523.78		
03/25/2019	9,995.00	\$ 4,583.00	\$ 523.78		
03/26/2019	9,995.00	\$ 4,583.00	\$ 523.78		
03/27/2019	9,995.00	\$ 4,583.00	\$ 523.78		
03/28/2019	12,495.00	\$ 4,583.00	\$ 523.78		
03/29/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/01/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/02/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/03/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/04/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/05/2019	12,495.00	\$ 4,583.00	\$ 523.78		
04/08/2019	14,995.00	\$ 4,583.00	\$ 523.78		
04/09/2019	14,995.00	\$ 4,583.00	\$ 523.78		
04/10/2019	14,995.00	\$ 4,583.00	\$ 523.78		
04/12/2019	14,995.00	\$ 4,583.00	\$ 523.78		
04/12/2019	14,995.00	\$ 4,583.00	\$ 523.78		
04/15/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/16/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/17/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/18/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/19/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/22/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/23/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/24/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/25/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/26/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/29/2019	19,995.00	\$ 4,583.00	\$ 523.78		
04/30/2019	19,995.00	\$ 4,583.00	\$ 523.78		
05/01/2019	19,995.00	\$ 4,583.00	\$ 523.78		
05/02/2019	19,995.00	\$ 4,583.00	\$ 523.78		
05/03/2019	19,995.00	\$ 4,583.00	\$ 523.78		
	599,901.00	\$ 215,401.00	\$ 24,617.56		

DRAW SCHEDULE	
DATE OF ADVANCE AGE AT DEFAULT	AMOUNT
2/28/2019 45 DAYS	\$ 544,500.00
3/07/2019 39 DAYS	\$ 342,750.00
3/14/2019 34 DAYS	\$ 342,750.00
3/21/2019 29 DAYS	\$ 342,750.00
3/28/2019 24 DAYS	\$ 342,750.00
4/05/2019 18 DAYS	\$ 342,750.00
4/12/2019 13 DAYS	\$ 342,750.00
4/22/2019 7 DAYS	\$ 342,750.00
5/01/2019 2 DAYS	\$ 342,750.00

DATE	CBSG DAILY ACH DEBIT AMOUNTS	DAILY PMT CONTRACT	DAILY PAYMENT 10% INCOME
12/20/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/21/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/24/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/26/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/27/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/28/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
12/31/2018	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/2/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/3/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/4/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/7/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/8/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/9/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/10/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/11/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/14/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/15/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/16/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/17/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/18/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/22/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/23/2019	\$ 3,500.00	\$ 3,500.00	\$ 523.78
1/24/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
1/25/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
1/28/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
1/29/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
1/30/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
1/31/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/1/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/4/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/5/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/6/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/7/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/8/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/11/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/12/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/13/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/14/2019	\$ 12,337.00	\$ 3,500.00	\$ 523.78
2/15/2019	\$ 14,525.00	\$ 3,500.00	\$ 523.78
2/16/2019	\$ 14,525.00	\$ 3,500.00	\$ 523.78
2/20/2019	\$ 14,525.00	\$ 3,500.00	\$ 523.78
2/21/2019	\$ 14,525.00	\$ 3,500.00	\$ 523.78
2/22/2019	\$ 16,713.00	\$ 3,500.00	\$ 523.78
2/25/2019	\$ 16,713.00	\$ 3,500.00	\$ 523.78
2/26/2019	\$ 16,713.00	\$ 3,500.00	\$ 523.78
2/27/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
2/28/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/1/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/4/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/5/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/6/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/7/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/8/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/11/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/12/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/13/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/14/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/15/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/18/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/19/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/20/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/21/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/22/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/25/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/26/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/27/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/28/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
3/29/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/1/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/2/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/3/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/4/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/5/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/8/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/9/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/10/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/11/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/12/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/15/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/16/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/17/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/18/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/19/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/22/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/23/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/24/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/25/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/26/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/29/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
4/30/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
5/1/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
5/2/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
5/3/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
5/6/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
5/7/2019	\$ 19,179.43	\$ 3,500.00	\$ 523.78
	\$ 1,341,602.80	\$ 332,500.00	\$ 49,758.89

S3.8MIL CONTRACT DETAILS DATED 12/19/2018		
CONTRACT DATE	12/19/2018	
CONTRACT AMOUNT	\$ 3,890,000.00	
DAILY PAYMENT STATED IN CONTRACT	\$ 3,500.00	
INCOME PAYMENT OPTION SPECIFIED %	10%	
HMC'S AVERAGE DAILY REVENUE	\$ 9,027.76	
HMC'S AVERAGE DAILY EXPENSES	\$ (3,760.00)	
HMC'S AVERAGE DAILY INCOME	\$ 5,237.78	
10% OF AVERAGE DAILY INCOME	\$ 523.78	
AMOUNT CBSG DEBITED	\$ 1,341,602.80	
DAILY PAYMENT AMOUNT STATED IN CONTRACT	\$ 332,500.00	
DAILY PAYMENT AMOUNT 10% OF INCOME	\$ 49,758.89	
AMOUNT TAKEN OVER DAILY CONTRACT PMT	\$ 1,009,102.80	
AMOUNT TAKEN OVER 10% INCOME PAYMENT	\$ 1,291,043.61	

DRAW SCHEDULE		
DATE OF ADVANCE	AGE AT DEFAULT	AMOUNT
12/19/2018	90 DAYS	\$ 630,500.00
01/04/2019	81 DAYS	\$ 550,000.00
01/10/2019	77 DAYS	\$ 550,000.00
01/18/2019	71 DAYS	\$ 350,000.00
01/24/2019	68 DAYS	\$ 350,000.00
01/31/2019	63 DAYS	\$ 350,000.00
02/08/2019	57 DAYS	\$ 350,000.00
02/14/2019	53 DAYS	\$ 350,000.00
02/21/2019	49 DAYS	\$ 250,000.00
02/25/2019	46 DAYS	\$ 340,000.00

Exhibit 10

COMPLETE BUSINESS SOLUTIONS GROUP

22 N 3rd Street - Philadelphia - Pennsylvania 19106
215-253-4139 - legaldepartment@parfunding.com

**NOTICE OF ASSIGNMENT & LIEN
FIRST NOTICE**

RE: HMC INCORPORATED; D/B/A KARA DIPIETRO

Dear Sir or Madam:

This notice is being sent you because Bridgewater College and/or its parent or subsidiary entity(ies) is an account debtor of HMC INCORPORATED; D/B/A KARA DIPIETRO ("Merchant"), located at 7190 Oakland Mills RD #10, Columbia, MD 21046, and under Section 9-406 of the Uniform Commercial Code.

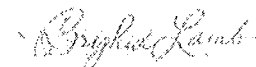
Merchant has defaulted on a secured merchant agreement between Merchant and CBSG (the "Agreement"). Under the Agreement, CBSG bought from the Merchant and paid for certain of the Merchant's accounts-receivable (collectively, the "Receivables"), making CBSG the owner of the Receivables.¹ The balance currently due and owing to CBSG under the Agreement is \$11,925,053.45.

In addition to the buying the Receivables, and in accordance with the Agreement, CBSG filed a UCC-1 financing statement with the Secretary of State of Maryland. A copy of the UCC-1 is attached for your reference.

To emphasize, Bridgewater College has made payments to Merchant, representing the Receivables CBSG bought from Merchant. While it is understood that Bridgewater College had an agreement with Merchant and not with CBSG, this letter nonetheless is being sent to instruct Bridgewater College, in accordance with the Agreement and with UCC 9-406, to hold in reserve all funds payable to Merchant and forward them to CBSG.

Please comply with the above immediately. If you have any questions, please contact me at 215-253-4139 or legaldepartment@parfunding.com. Thank you in advance for your anticipated cooperation in this matter.

Very truly yours,



Brighid Lamb, Legal & Collections Coordinator

¹ Seller/Merchant hereby sells, assigns and transfers to CBSG (making CBSG the absolute owner) in consideration of the funds provided ("Purchase Price") specified below, all of Seller/Merchant's future receipts, accounts, contract rights, and obligations due to Seller/Merchant that arise from or relate to the payment of monies to Seller/Merchant from Seller/Merchant's customers and/or other third party payers (collectively the "Receipts" defined as all payments made by cash, check, credit or debit card, electronic transfer or other form of monetary payment in the ordinary course of Seller/Merchant's business) until such time as the "Receipts Purchased Amount (RPA)" has been delivered by Seller/Merchant to CBSG.

Enclosure
cc: New York Unity Factor

Exhibit 11

UCC-1

UCC FINANCING STATEMENT
FOLLOW INSTRUCTIONS

A. NAME & PHONE OF CONTACT AT FILER (optional)	
JAMIE MCELHONE	2159222636
B. E-MAIL CONTACT AT FILER (optional)	
C. SEND ACKNOWLEDGMENT TO: (Name and Address)	
COMPLETE BUSINESS SOLUTIONS GROUP	
22 N 3RD STREET	
PHILADELPHIA, PA 19106	

ND DEPT. OF ASSESSMENTS & TAXATION

180731-1022000 NS

Lapse Date: 07/31/2023

Date: 7/31/2018

Time: 10:22 AM

Page Count: 2 Pg

Debtor Count: 2

Filing Fees: \$25.00

Electronic

Records Access: \$0.00

Total: \$25.00

Order ID# 25084522

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S NAME: Provide only one Debtor name (1a or 1b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 1b, leave all of item 1 blank, check here ☐ and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

15. ORGANIZATION'S NAME			
HMC INCORPORATED			
OR	16. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S) INITIAL(S) SUFFIX
17c. MAILING ADDRESS	CITY	STATE	POSTAL CODE COUNTRY
7190 OAKLAND MILLS RD #10	COLUMBIA	MD	21046 US

2. DEBTOR'S NAME: Provide only one Debtor name (2a or 2b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 2b, leave all of item 2 blank, check here ☐ and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

24. ORGANIZATION'S NAME			
DIPIETRO			
OR	26. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S) INITIAL(S) SUFFIX
26. MAILING ADDRESS	CITY	STATE	POSTAL CODE COUNTRY
1836 LANDRAKE RD	TOWSON	MD	21204 US

3. SECURED PARTY'S NAME (or NAME of ASSIGNEE of ASSIGNOR SECURED PARTY): Provide only one Secured Party name (3a to 3b)

35. ORGANIZATION'S NAME			
COMPLETE BUSINESS SOLUTIONS GROUP			
OR	36. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S) INITIAL(S) SUFFIX
36. MAILING ADDRESS	CITY	STATE	POSTAL CODE COUNTRY
22 N 3RD STREET	PHILADELPHIA	PA	19106 US

4. COLLATERAL: This financing statement covers the following collateral:

See attachment

5. Check <u>only</u> if applicable and check <u>only</u> one box. Collateral is <input type="checkbox"/> held in a Trust (see UCC1Ad, item 17 and instructions) <input type="checkbox"/> being administered by a Decedent's Personal Representative	
6a. Check <u>only</u> if applicable and check <u>only</u> one box:	
<input type="checkbox"/> Public Finance Transaction <input type="checkbox"/> Manufactured Home Transaction <input type="checkbox"/> A Debtor is a Transporting Utility	6b. Check <u>only</u> if applicable and check <u>only</u> one box:
<input type="checkbox"/> Agricultural Lien <input type="checkbox"/> Non-UCC Filing	
7. ALTERNATIVE DESIGNATION (if applicable): <input type="checkbox"/> Lessor/Lessor <input type="checkbox"/> Consignee/Consignor <input type="checkbox"/> Seller/Buyer <input type="checkbox"/> Bailor/Bailor <input type="checkbox"/> Licensee/Licensee	
8. OPTIONAL FILER REFERENCE DATA	

(Rev 04/20/11)

Exhibit A Collateral:

The collateral includes the following property that borrower now owns or shall acquire or create immediately upon the acquisition or creation thereof: (i) any of all amounts owing to borrower not or in the future from any merchant processor(s) processing charges made by customers of Borrower via credit card or debit card transactions and (ii) all other tangible and intangible personal property, including, but not limited to (a) inventory, (b) equipment, (c) investment property, including certificated and uncertified securities, securities accounts, security entitlements, commodity contracts and commodity accounts, (d) instruments, including promissory notes (e) chattel paper, including tangible chattel paper and electronic chattel paper, (f) documents, (g) letter of credit rights, (h) accounts, including health-care insurance receivables (i) deposit accounts, (j) commercial tort claims, (k) general tangibles, including payment intangibles and software and (l) as extracted collateral as such terms may from time to time be define in the Uniform Commercial Code. The security interest Borrower grants includes all accessions, attachments, parts, supplies and replacements for the Collateral, all products, proceeds and collections thereof and all records and data relating thereto.